



COMPTROLLER

UNDER SECRETARY OF DEFENSE
1100 DEFENSE PENTAGON
WASHINGTON DC 20301-1100



APR 18 2005

The Honorable Duncan Hunter
Chairman, Committee on Armed Services
U.S. House of Representatives
Washington, DC 20515

Dear Mr. Chairman:

Pursuant to section 483 of title 10 U.S.C., enclosed is the "Report to Congress on Transfers from High Priority Readiness Appropriations for FY 2004." The enclosed report reflects all changes to the selected readiness activities from the President's Budget requested level with explanations of transfers that were not covered in prior justification material or reprogramming requests.

A similar letter is being sent to the Chairmen and Ranking Members of the other defense committees.

Sincerely,



Tina W. Jonas

Enclosure:
As stated

cc: The Honorable Ike Skelton
Ranking Member



**End-of-Year Report to Congress on
Transfers from High Priority
Readiness Appropriations
For Fiscal Year 2004**



As required by section 483 of Title 10 U.S.C.

April 2005

Section 483 of Title 10 U.S.C.
 Semiannual Report to Congress on Transfers From High-Priority Readiness Appropriations - FY 2004 End of Year Report
 (Dollars in Thousands)

Appropriation / Subactivity Group Operation and Maintenance, Army	FY 2004 President's Budget Request	Congressional Adjustments ¹	Across-the- Board Reductions	Emergency Supplemental (Incl. Transfers)	Contingency Transfers from Intra-Approp OCOFE	Transfers	Drug Inter- diction Transfers ³	Foreign Currency Transfers	Other Inter-Approp & Omnibus Reprograms	Fact-of-Life Transfers	Technical Adjustments	Emergent Requirements	FY 2004 End of Year
Operation and Maintenance, Navy													
Divisions	1,506,922	-17,425	0	0	0	0	0	0	0	0	0	0	1,506,922
Corps Combat Forces	478,563	-7,153	0	0	0	0	0	0	0	0	0	0	478,563
Corps Support Forces	383,755	-5,743	0	0	0	0	0	0	0	0	0	0	383,755
Echelon Above Corps Forces	467,026	-7,088	0	0	0	0	0	0	0	0	0	0	467,026
Land Forces Operations Support	1,078,757	-16,603	0	0	0	0	0	0	0	0	0	0	1,078,757
Depot Maintenance	1,007,481	-15,295	0	0	0	0	0	0	0	0	0	0	1,007,481
Base Support	2,651,539	2,264,531	0	0	0	0	0	0	0	0	0	0	2,651,539
FSRM ²	1,094,309	743,250	0	0	0	0	0	0	0	0	0	0	1,094,309
	8,668,352	2,938,484	0	0	0	0	0	0	0	0	0	0	8,668,352
Operation and Maintenance, Marine Corps													
Mission and Other Flight Operations	3,262,507	-56,022	0	0	0	0	0	0	0	0	0	0	3,262,507
Flight Air Training	1,025,326	-20,129	0	0	0	0	0	0	0	0	0	0	1,025,326
Aircraft Depot Maintenance	980,136	-77,162	0	0	0	0	0	0	0	0	0	0	980,136
Mission and Other Ship Operations	2,485,605	-59,664	0	0	0	0	0	0	0	0	0	0	2,485,605
Ship Operational Support and Training	614,525	-7,399	0	0	0	0	0	0	0	0	0	0	614,525
Ship Depot Maintenance	3,567,545	-60,285	0	0	0	0	0	0	0	0	0	0	3,567,545
Operating Forces Base Support	2,608,334	607,690	0	0	0	0	0	0	0	0	0	0	2,608,334
Operating Forces FSRM ²	1,079,723	306,418	0	0	0	0	0	0	0	0	0	0	1,079,723
	15,624,701	633,427	0	0	0	0	0	0	0	0	0	0	15,624,701
Operation and Maintenance, Marine Corps													
Operational Forces	588,653	5,414	0	0	0	0	0	0	0	0	0	0	588,653
Depot Maintenance	101,439	3,724	0	0	0	0	0	0	0	0	0	0	101,439
Base Support	912,934	7,607	0	0	0	0	0	0	0	0	0	0	912,934
FSRM ²	498,007	-3,686	0	0	0	0	0	0	0	0	0	0	498,007
	2,101,033	13,139	0	0	0	0	0	0	0	0	0	0	2,101,033
Operation and Maintenance, Air Force													
Primary Combat Forces	3,496,495	-273,478	0	0	0	0	0	0	0	0	0	0	3,496,495
Primary Combat Weapons	331,972	-9,176	0	0	0	0	0	0	0	0	0	0	331,972
Combat Enhancement Forces	332,062	-11,279	0	0	0	0	0	0	0	0	0	0	332,062
Air Operations Training	1,243,900	-4,700	0	0	0	0	0	0	0	0	0	0	1,243,900
Combat Communications	1,350,589	-146,020	0	0	0	0	0	0	0	0	0	0	1,350,589
Air Operations Depot Maintenance	1,817,063	0	0	0	0	0	0	0	0	0	0	0	1,817,063
Air Operations FSRM ²	936,519	-38,582	0	0	0	0	0	0	0	0	0	0	936,519
Air Operations Base Support	2,260,913	-382,922	0	0	0	0	0	0	0	0	0	0	2,260,913
Air Operations	2,167,958	-606,695	0	0	0	0	0	0	0	0	0	0	2,167,958
	13,937,472	-1,472,852	0	0	0	0	0	0	0	0	0	0	13,937,472

1. Includes distributed/undistributed/general provisions and technical adjustments to comply with congressional intent.
2. Facilities Sustainment Restoration and Modernization (FSRM) - Previously referred to as Real Property Maintenance.
3. The Army centrally executes drug interdiction funds in the Additional Activities subactivity group.
4. The following categories of fact-of-life funding adjustments were used in preparing this End of Year Readiness Transfer Report for FY 2004:
 - a) Emergent Requirements - Adjustments to funding requirements resulting from changes in policy, legal direction, or other unforeseen (e.g., operational readiness, health or safety, etc.) events that occurred after the submission of the President's Budget.
 - b) Functional Transfers - Funding realignments to reflect a transfer of function, responsibility, or duty from one major command to another. These adjustments do not change the purpose for which the funds were appropriated.
 - c) Technical Adjustments - Accounting adjustments to properly align funding with the appropriate O&M subactivity group (SAG) where costs are actually accrued and executed. These adjustments do not change the purpose for which the funds were appropriated.

Army

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Divisions (SAG 111)

FY 2004 Budget Request (FY 2004 President's Budget Request)		1,506,922
Congressional Adjustments (Distributed)		14,700
Clean Water Rinse Facility	2,000	
Expendable Light Air Mobility Shelter	5,100	
Extended Cold Weather Clothing System	3,000	
Ft Riley Readiness	1,800	
Hydration on the Move System	1,000	
Modular Lightweight Load-Carrying Equipment	1,800	
Congressional Adjustments (Undistributed)		(3,504)
Legislative Proposal Not Adopted	(392)	
Unobligated Balances	(3,109)	
Civilian Pay Overstatement	(3)	
Technical Corrections Required to Comply with Congressional Intent		(9,600)
Clean Water Rinse Facility - realigned to Logistic Support Activities (SAG 423)	(2,000)	
Extended Cold Weather Clothing System - realigned to Force Readiness Operation	(3,000)	
Ft Riley Readiness - realigned to Force Readiness Operations (SAG 121)	(1,800)	
Hydration on the Move System - realigned to Force Readiness Operations (SAG 12)	(1,000)	
Modular Lightweight Load Carrying Equipment - realigned to Force Readiness Op	(1,800)	
Congressional Adjustments (General Provisions)		(19,021)
Section 8101 - Information Technology (IT) Cost Growth	(2,414)	
Section 8094 - Management of Professional Support Services	(2,927)	
Section 8135 - Revised Economic Assumption	(7,221)	
Section 8104 - Working Capital Fund Cash Balance/Rate Stabilization	(6,459)	
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Divisions (SAG 111)

Fact-of-Life Adjustments (Below Threshold Reprogrammings)		(36,730)
a) Emergent Requirements	<u>(36,730)</u>	
Funds realigned to Land Forces Operations Support (SAG 115) to support Pre-deployment Activities for Operation Enduring Freedom (OEF) and Operation Iraqi Freedom(OIF)	(36,730)	
b) Functional Transfers	<u>0</u>	
c) Technical Adjustments	<u>0</u>	
FY 2004 Midyear Funding Level		1,452,767
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		145,268
a) Emergent Requirements	<u>145,268</u>	
Funds were realigned from Land Forces Operations Support (SAG 115) for Home Station Training-Ground, Home station Training-Air, Modularity, Reconstitution.	134,565	
Funds were realigned to Forces Readiness Operations Support (SAG 121) to fund logistics and equipment readiness.	(7,474)	
Funds were realigned to Corps Support Forces (SAG 113) to fund automation and life cycle buys for Corps Support Command Modified Table of Organization and Equipment shortages and for Organizational Clothing and Individual Equipment replenishment.	(7,448)	
Funds were realigned to Echelons Above Corps (EAC) Support Forces (SAG 114) to purchase Class IX Supplies	(1,420)	

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Divisions (SAG 111)

Funds were realigned (\$9,048) from Miscellaneous Activities (SAG 135) to fund depot level reparable items in support of mission and V Corps needs for the 1st Armor Division. 9,048

Funds were realigned (\$11,534) to Land Forces Operations Support (SAG 115) to support General Support Repair Program (GSRP) shortfall due to error from Training Resources Model (TRM) alignment of funds, (\$763) to EAC Support Forces (SAG 114) to fund 17th Aviation Flying hour program, and (\$350) to fund 19th Troop Support Command tank turn-in maintenance/parts. (12,647)

Funds were realigned (\$1,190) from Corps Support Forces (SAG 113) and realigned (\$278) from EAC Support Forces (SAG 114) to fund Divisional Modified Table of Organization and Equipment purchases to include direct support maintenance. 1,468

Funds were realigned (\$12,575) from Corps Combat Forces (SAG 112) to fund logistics and equipment readiness and (\$16,601) from Land Forces System Readiness (SAG 122) to fund logistics and equipment readiness. 29,176

b) Functional Transfers 0

c) Technical Adjustments 0

FY 2004 Final Obligation (As of September 30, 2004)	1,598,035
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Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Corps Combat Forces (SAG 112)

FY 2004 Budget Request (FY 2004 President's Budget Request)	478,563
Congressional Adjustments (Distributed)	0
Congressional Adjustments (Undistributed)	(1,112)
Legislative Proposal Not Adopted	(125)
Unobligated Balances	(987)
Technical Corrections Required to Comply with Congressional Intent	0
Congressional Adjustments (General Provisions)	(6,041)
Section 8101 - Information Technology (IT) Cost Growth	(767)
Section 8094 - Management of Professional Support Services	(930)
Section 8135 - Revised Economic Assumptions	(2,293)
Section 8104 - Working Capital Fund Cash Balance/Rate Stabilization	(2,051)
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account	0
Transfer from the Counter-Drug Account	0
Transfer from the Foreign Currency Fluctuations, Defense Account	0
Other Approved Reprogrammings (Requiring 1415 Actions)	0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)	(850)
a) Emergent Requirements	(850)
Funds realigned to Land Forces Operations Support (SAG 113) to support Pre-deployment Activities for Operation Enduring Freedom (OEF) and Operation Iraqi Freedom(OIF).	(850)
b) Functional Transfers	0
c) Technical Adjustments	0
FY 2004 Midyear Funding Level	470,560

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Corps Combat Forces (SAG 112)

FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account	0
Transfer from the Counter-Drug Account	0
Transfer from the Foreign Currency Fluctuations, Defense Account	0
Other Approved Reprogrammings (Requiring 1415 Actions)	0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)	(71,073)
a) Emergent Requirements	<u>(71,073)</u>
Funds were realigned from Management and Operations Headquarters (SAG 133) to fund Modified Table of Organization and Equipment shortages, medical supplies, Class IX, steam presses and other mission essential requirements.	1,648
Funds were realigned to Corps Support Forces (SAG 113) to fund automation and life cycle buys for Corps Support Command Modified Table of Organization and Equipment and Organizations Clothing and Individual Equipment replenishment.	(1,986)
Funds were realigned to Echelon Above Corps Support Forces (SAG 114) to cover Chemical, Biological, Radiological and Nuclear Explosives Organizational Clothing and Individual Equipment costs.	(3,299)
Funds were realigned to Land Forces Operation Support (SAG 115) to fund Civilian Pay costs.	(2,082)
Funds (\$14) realigned from Land Forces Operation Support (SAG 115) and (\$14) from Corps Support Forces (SAG 113) to fund 6th Cavalry unit supplies.	28
Funds were realigned (\$1,780) to Corps Support Forces (SAG 113) and (\$3,347) to Echelon Above Corps Support Forces (SAG 114) to fund 17th Aviation and 18th Medical Command flying hour program.	(5,127)
Funds were realigned from Echelon Above Corps Support Forces (SAG 114) to fund Corps Modified Table of Organization and Equipment purchases.	498

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Corps Combat Forces (SAG 112)

Funds realigned to Divisions (SAG 111) to fund direct support maintenance expenses, and enhanced position and location reporting system. (12,575)

Funds realigned to Corps Support Forces (SAG 113) to fund logistics and equipment readiness. (45,915)

Funds were realigned to Land Forces System Readiness (SAG 122) to fund logistics and readiness requirement. (2,017)

Funds were realigned to EAC Support Forces (SAG 114) to fund Army Missile Defense Center and Training Integration Center Contract. (246)

b) Functional Transfers 0

c) Technical Adjustments 0

FY 2004 Final Obligation (As of September 30, 2004)	399,487
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Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity Operating Forces

Subactivity Group: Corps Support Forces (SAG 113)

FY 2004 Budget Request (FY 2004 President's Budget Request)		383,755
Congressional Adjustments (Distributed)		0
Congressional Adjustments (Undistributed)		(898)
Legislative Proposal Not Adopted	(100)	
Unobligated Balances	(792)	
Civilian Pay Overstatement	(6)	
Technical Corrections Required to Comply with Congressional Intent		0
Congressional Adjustments (General Provisions)		(4,845)
Section 8101 - Information Technology (IT) Cost Growth	(615)	
Section 8094 - Management of Professional Support Services	(746)	
Section 8135 - Revised Economic Assumptions	(1,839)	
Section 8104 - Working Capital Fund Cash Balance/Rate Stabilization	(1,645)	
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		1,280
a) Emergent Requirements	<u>1,280</u>	0
Funds realigned from Corps Combat Forces (SAG 112) to support Pre-deployment Activities for Operation Enduring Freedom (OEF) and Operation Iraqi Freedom(OIF).	850	
Funds realigned from Force Readiness Operations Support (SAG 121) to support Pre-deployment Activities for Operation Enduring Freedom (OEF) and Operation Iraqi Freedom(OIF).	430	
b) Functional Transfers		0
c) Technical Adjustments		0

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity Operating Forces

Subactivity Group: Corps Support Forces (SAG 113)

FY 2004 Midyear Funding Level	379,292
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account	0
Transfer from the Counter-Drug Account	0
Transfer from the Foreign Currency Fluctuations, Defense Account	0
Other Approved Reprogrammings (Requiring 1415 Actions)	0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)	67,785
a) Emergent Requirements	<u>67,785</u>
Funds were realigned from Land Forces Operations Support (SAG 115) to fund additional military police equipment requirements.	611
Funds were realigned (\$7,448) from Divisions (SAG 111), (\$1,986) from Corps Combat Forces (SAG 112), (\$782) from Land Forces Operation Support (SAG 115), and (\$1,854) from Force Readiness Operations Support (SAG 121) to fund automation and life cycles buys for Corps Support Command Modified Table of Organization and Equipment (MTOE) Shortages and for Organizational Clothing and Individual Equipment replenishments.	12,070
Funds were realigned from Miscellaneous Activities (SAG 135) to fund Depot Level Reparables in support of mission and V Corps requirements and logistics and equipment readiness.	11,088
Funds were realigned from Force Readiness Operations Support (SAG 121) to fund Prescribed Load List and Bench Stock which was lost in Ft Wainwright, Alaska hanger fire.	2,000
Funds were realigned to Echelon Above Corps (SAG 114) to fund 19th Theater Support Command Tank Turn-in maintenance/parts.	(2,691)
Funds were realigned from Corps Combat Forces (SAG 112) to fund 18th Medical Command flying hour program.	1,780

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity Operating Forces

Subactivity Group: Corps Support Forces (SAG 113)

Funds were realigned from Land Forces Operations Support (SAG 115) to fund Military Police MTOE shortages and to purchase Joint Service Light Weight Integrated Suit Technology equipment 437

Funds were realigned (\$14) to Corps Combat Forces (SAG 112) to fund 6th Cavalry units supplies and (\$2,221) EAC Support Forces (SAG 114) to fund 17th Aviation flying hour program. (2,235)

Funds were realigned to Divisions (SAG 111) to fund Divisional Modified Table of Organization and Equipment purchases and Direct Support maintenance. (1,190)

Funds realigned from SAG 112 to fund logistics and equipment readiness. 45,915

b) Functional Transfers 0

c) Technical Adjustments 0

FY 2004 Final Obligation (As of September 30, 2004)	447,077
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Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Echelon Above Corps (SAG 114)

FY 2004 Budget Request (FY 2004 President's Budget Request)		467,026
Congressional Adjustments (Distributed)		0
Congressional Adjustments (Undistributed)		(1,193)
Legislative Proposal Not Adopted	(122)	
Unobligated Balances	(963)	
Civilian Pay Overstatement	(108)	
Technical Corrections Required to Comply with Congressional Intent		0
Congressional Adjustments (General Provisions)		(5,895)
Section 8101 - Information Technology (IT) Cost Growth	(748)	
Section 8094 - Management of Professional Support Services	(907)	
Section 8135 - Revised Economic Assumptions	(2,238)	
Section 8104 - Working Capital Fund Cash Balance/Rate Stabilization	(2,002)	
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		4,133
a) Emergent Requirements	<u>4,133</u>	0
Funds realigned from Land Forces Systems Readiness (SAG 122) to support Pre-deployment Activities for Operation Enduring Freedom (OEF) and Operation Iraqi Freedom (OIF).	4,133	
b) Functional Transfers	<u>0</u>	
c) Technical Adjustments	<u>0</u>	
FY 2004 Midyear Funding Level		464,071

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Echelon Above Corps (SAG 114)

FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
Transfer from the Iraqi Freedom Fund (IFF) Transfer Account	0
Transfer from the Counter-Drug Account	0
Transfer from the Foreign Currency Fluctuations, Defense Account	0
Other Approved Reprogrammings (Requiring 1415 Actions)	0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)	98,002
a) Emergent Requirements	<u>98,002</u>
Funds were realigned (\$379) to Base Operations Support (SAG 131) to align funding in support of Air Traffic Control and Airfield Operations.	(379)
Funds were realigned (\$246) from Corps Combat Forces (SAG 112) and (\$1,304) from Forces Readiness Operations Support (SAG 121) to fund Army Missile Defense Center and Training Integration Center Contract.	1,550
Funds were realigned (\$3,020) from Land Forces Operations Support (SAG 115) and (\$7,275) from Force Readiness Operations Support (SAG 121) to fund MTOE shortages, Presidential Election Support and 32nd Army Air Defense and Missile Command Integration Cell.	10,295
Funds were realigned from Divisions (SAG 111) to fund Class IX Supplies.	1,420
Funds were realigned from Land Forces Operation Support (SAG 115), to fund Depot Level Repairables and mission essential Information Technology Security Awareness services and server consolidation.	5,647
Funds were realigned from Forces Readiness Operations Support (SAG 112) to fund costs for engines for Direct Current Plus Conversion and Reconstitution costs.	3,299
Funds were realigned (\$2,691) from Corps Support Forces (SAG 113), (\$73) from Land Forces Operations Support (SAG 115), and (\$350) from Divisions (SAG 111) to fund 19th Troop Support Command Tank Turn-In Maintenance/parts.	3,114
Funds were realigned (\$763) from Divisions (SAG 111) and (\$3,347) from Land Forces System Readiness (SAG 122) to fund 6th Cavalry Flying Hour Program.	4,110

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Echelon Above Corps (SAG 114)

Funds were realigned (\$3,315) from Base Operations Support (SAG 131) to fund OPTEMPO civilian pay shortfall, travel, communication, evidence shipment, supplies, equipment and communication maintenance; and (\$1,044) from Administration (SAG 431) to fund civilian pay shortfall. 4,359

Funds were realigned (\$2,221) from Corps Support Forces (SAG 113) to fund 17th Aviation and 18th Medical, both EAC units. 2,221

Funds (\$277) were aligned to Divisions (SAG 111) to fund Divisional Modified Table of Organization and Equipment purchases to include direct support maintenance and (\$498) to Corps Combat Forces (SAG 112) to fund Corps Modified Table of Organization and Equipment purchases. (775)

Funds were realigned (\$51,538) from Land Forces Operation Support (SAG 115) and (\$11,603) Miscellaneous Activities (SAG 135) to fund logistics and equipment readiness, direct support maintenance expense and enhanced position and location reporting system. 63,141

b) Functional Transfers 0

c) Technical Adjustments 0

FY 2004 Final Obligation (As of September 30, 2004)	562,073
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Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Land Forces Operations Support (SAG 115)

FY 2004 Budget Request (FY 2004 President's Budget Request)		1,078,757
Congressional Adjustments (Distributed)		30,000
SBCT Implementation	30,000	
Congressional Adjustments (Undistributed)		(2,987)
Legislative Proposal Not Adopted	(281)	
Unobligated Balances	(2,225)	
Civilian Pay Overstatement	(481)	
Technical Corrections Required to Comply with Congressional Intent		(30,000)
SBCT Implementation - realigned to Logistics Operations Support (SAG 423)	(15,000)	
SBCT Implementation - realigned to Force Readiness Operations Support (SAG 1	(15,000)	
Congressional Adjustments (General Provisions)		(13,616)
Section 8101 - Information Technology (IT) Cost Growth	(1,728)	
Section 8094 - Management of Professional Support Services	(2,096)	
Section 8135 - Revised Economic Assumption	(5,169)	
Section 8104 - Working Capital Fund Cash Balance/Rate Stabilization	(4,623)	
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		65,564
a) Emergent Requirements	<u>65,564</u>	
Funds realigned from Force Readiness Operations Support (SAG 121) to support Pre-deployment Activities for Operation Enduring Freedom (OEF) and Operation Iraqi Freedom (OIF)	28,834	
Funds realigned from Divisions (SAG 111) to support Pre-deployment Activities for Operation Enduring Freedom (OEF) and Operation Iraqi Freedom (OIF)	36,730	
b) Functional Transfers		0

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Land Forces Operations Support (SAG 115)

c) Technical Adjustments	0
FY 2004 Midyear Funding Level	1,127,718
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account	0
Transfer from the Counter-Drug Account	0
Transfer from the Foreign Currency Fluctuations, Defense Account	0
Other Approved Reprogrammings (Requiring 1415 Actions)	0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)	(189,401)
a) Emergent Requirements	<u>(174,401)</u>
Funds were realigned to Divisions (SAG 111) for Home Station Training-Ground, Home station Training-Air, Modularity and Reconstitution.	(134,565)
Funds were realigned from Divisions (SAG 111) to support General Support Repair Program (GSRP) program shortfall due to error from Training Resource Model (TRM) alignment of funds.	11,534
Funds realigned from Land Forces System Readiness (SAG 122) to fund civilian pay and outsourced labor costs.	7,667
Funds were realigned (\$800) to Force Readiness Operations (SAG 121) to fund Air Traffic Control and Airfield Operations and realigned funds (\$1,739) to Base Operations Support (SAG 131) to fund increased installation/garrison security.	(2,539)
Funds (\$437) were realigned to Corps Support Forces (SAG 113) to fund additional Military Police Equipment requirement and funds (\$332) were realigned to Miscellaneous Activities (SAG 135) to fund logistics and equipment readiness requirements.	(769)

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Land Forces Operations Support (SAG 115)

Funds were realigned to Corps Support Forces (SAG 113) (\$782) to fund automation and life cycle buys for Corps Support Command Modified Table of Organization and Equipment shortage and for Organization Clothing and Individual Equipment replenishments and (\$611) to purchase additional military police equipment. (1,393)

Funds were realigned to Echelons Above Corps (EAC) (SAG 114) to fund Modified Table of Organization and Equipment shortages, Presidential Election Support and 32nd Army Air and Missile Defense Command Integration Cell. (3,020)

Funds were realigned from Corps Combat Forces (SAG 112) to fund Civilian Pay costs. 2,082

Funds were realigned to Corps Combat Forces (SAG 112) to fund 6th Cavalry Unit Supplies. (14)

Funds were realigned to SAG 114 (\$5,647) to fund Depot Level Reparables Confine Disposal Facility Mission, Synchronous Optical Network Multiplexor for Hohenfelds and Landstuhl and essential Information Technology Security Awareness services and server consolidation, (\$73) to EAC Support Forces to fund 19th Theater Support Command Tank Turn-in Maintenance/Parts. (5,720)

Funds were realigned from Land Forces Operation Support (SAG 115) to fund logistics and equipment readiness, direct support maintenance expense and enhanced position and location reporting system. (51,538)

Funds were realigned funds to Closed Year Account (SAG 451) to pay closed year bill. (126)

Funds were realigned from Land Forces Depot Maintenance (SAG 123) to fund Sentinel Program 4,000

b) Functional Transfers 0

c) Technical Adjustments (15,000)

Funds were realigned to Force Readiness Operations Support (SAG 121) to execute Stryker Brigade Combat Team funds in the correct SAG. (15,000)

FY 2004 Final Obligation (As of September 30, 2004)	938,317
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Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Land Forces Depot Maintenance (SAG 123)

FY 2004 Budget Request (FY 2004 President's Budget Request)		1,007,481
Congressional Adjustments (Distributed)		0
Congressional Adjustments (Undistributed)		(2,569)
Civilian Pay Overstatement	(229)	
Legislative Proposal Not Adopted	(262)	
Unobligated Balances	(2,078)	
Technical Corrections Required to Comply with Congressional Intent		0
Congressional Adjustments (General Provisions)		(12,716)
Section 8101 - Information Technology (IT) Cost Growth	(1,614)	
Section 8094 - Management of Professional Support Services	(1,957)	
Section 8135 - Revised Economic Assumptions	(4,827)	
Section 8104 - Working Capital Fund Cash Balance/Rate Stabilization	(4,318)	
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		1,221,700
Funds supported Reset/Reconstitute Program	1,221,700	
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		102,796
a) Emergent Requirements	<u>102,796</u>	
Based upon operational requirements some equipment scheduled for depot mainten not available for induction into maintenance.	(11,600)	
Funds cash flowed into this SAG from Miscellaneous Activities (SAG135) to support reconstitution of equipmenrt returned from Operation Iraqi Freedom (OIF) and Operation Enduring Freedom (OEF).	114,396	
b) Functional Transfers		0
c) Technical Adjustments		0

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Land Forces Depot Maintenance (SAG 123)

FY 2004 Midyear Funding Level	2,316,692
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account	0
Transfer from the Counter-Drug Account	0
Transfer from the Foreign Currency Fluctuations, Defense Account	0
Other Approved Reprogrammings (Requiring 1415 Actions)	(200,000)
<p>Funds were realigned in the OMNIBUS to provide funding to support current operations in Iraq. Financing of some depot maintenance of combat aircraft and vehicles were deferred until FY2005 in order to provide funding to support current operations in Iraq. Units were extended in-theater so their equipment was not available for depot maintenance.</p>	
	(200,000)
Fact-of-Life Adjustments (Below Threshold Reprogrammings)	(116,165)
a) Emergent Requirements	(116,165)
<p>Funds (\$1,645) were realigned to Servicewide Communication (SAG 432) and (\$4,000) to Land Forces Operations Support (SAG 115) to fund Sentinel Program.</p>	
	(5,645)
<p>Funds were realigned (\$103,018) to Miscellaneous Activities (SAG 135) to fund Aviation STIR, a repair program below depot maintenance level and (\$7,502) for other high priority Global War on Terrorism requirements.</p>	
	(110,520)
b) Functional Transfers	0
c) Technical Adjustments	0
FY 2004 Final Obligation (As of September 30, 2004)	2,000,527

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Base Operations Support (SAG 131)

FY 2004 Budget Request (FY 2004 President's Budget Request)		2,651,539
Congressional Adjustments (Distributed)		2,349,391
Army Worker Safety Program Expansion	5,100	
Feasibility Study Homeland Defense	450	
Ft Knox University Mounted Warfare	1,200	
Realigned Base Operating Support (BOS) from BA3, Training and Recruiting	80,110	
Realigned BOS from BA3-A	819,604	
Realigned BOS from BA3-B	238,993	
Realigned BOS from BA4, Administration and Servicewide Activities	1,194,134	
Repave Road to Ammo Facility at Ft Benning	3,000	
Training and Support Facility	6,800	
Congressional Adjustments (Undistributed)		(23,447)
Legislative Proposal Not Adopted	(1,297)	
Unobligated Balances	(10,282)	
Civilian Pay Overstatement	(6,370)	
Administrative & Servicewide Activities	(5,498)	
Technical Corrections Required to Comply with Congressional Intent		1,500
Army Conservation and Ecosystem Management - funds realigned from Other Service Support (SAG 435)	3,000	
Repave Road to Ammo Facility at Ft Benning - realigned funds to Facilities Sustainment Restoration and Maintenance (SAG 132)	(3,000)	
Shakespeare in American Military Community - funds realigned from Off-Duty and Voluntary Education (SAG 333)	1,000	
Tanana Flats Training Area Cleanup Program - funds realigned from Other Service Support (SAG 435)	500	
Congressional Adjustments (General Provisions)		(62,913)
Section 8101 - Information Technology (IT) Cost Growth	(7,985)	
Section 8094 - Management of Professional Support Services	(9,683)	
Section 8135 - Revised Economic Assumption	(23,883)	
Section 8104 - Working Capital Fund Cash Balance/Rate Stabilization	(21,362)	
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		0

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Base Operations Support (SAG 131)

Transfer from the Foreign Currency Fluctuations, Defense Account	0	
Other Approved Reprogrammings (Requiring 1415 Actions)	0	
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		259,599
a) Emergent Requirements	<u>431,130</u>	
Funds realigned from Logistics Support Activities (SAG 423) to Base Operations Support	501,000	
Funds realigned to (SAG 432) fund Environmental Information Technology Management Program	(4,000)	
Realignment of funding for training manpower positions from BOS to Force Readiness Operations Support (SAG 121)	(1,014)	
Funds realigned to Lands Forces Systems Readiness (SAG 122) to support Single Stock Fund Program	(11,299)	
Microsoft Centrally Managed License - funds realigned to Miscellaneous Activities (SAG 135)	(20,160)	
Funds realigned to Miscellaneous Activities (SAG 135) to support Pre-deployment Activities for Operation Enduring Freedom (OEF) and Operation Iraqi Freedom (OIF).	(33,397)	
b) Functional Transfers	<u>(146,281)</u>	
In FY 2004 Army Contracting is centralized under one command (Army Contracting Agency) Funds realigned to Other Service Support (SAG 435).	(73,701)	
Funds realigned to Force Readiness Operations Support (SAG 121), Unified Commands (SAG 134), Officer Acquisition (SAG 311) and Other Service Support (SAG 435) where Force Protection funding will be executed by mission commanders.	(39,635)	
Realignment of Anti-terrorism funds to Force Readiness Operations Support (SAG 121), Unified Commands (SAG 134), Specialized Skill Training (SAG 321), Training Support (SAG 324), and Other Service Support (SAG 435) where the Anti-terrorism funding will be executed by mission commanders.	(32,945)	
c) Technical Adjustments	<u>(25,250)</u>	
Realignment of funding for Artillery Coordination System from BOS to Servicewide Communications (SAG 432) where the program will be executed.	(8,000)	

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Base Operations Support (SAG 131)

Realignment of funding for training manpower positions from BOS to One Station Unit Training (SAG 313) and Specilized Skill Training (SAG 321) where funding will be executed. (17,250)

FY 2004 Midyear Funding Level	5,175,669
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account	0
Transfer from the Counter-Drug Account	0
Transfer from the Foreign Currency Fluctuations, Defense Account	0
Other Approved Reprogrammings (Requiring 1415 Actions)	0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)	767,384
a) Emergent Requirements	<u>767,384</u>
Funds were realigned from Sustainment, Restoration and Modernization (SAG 132) (\$459,000) to fund underfunded services: dining facility and food service operations, transportation and logistics support, (\$212,993) to fund training and deploying soldiers support for Global War on Terrorism, and (\$2,800) to fund maintenance and repair of damaged roads due to the movement of heavy equipment.	674,793
Funds were realigned (\$802) from the BOS utility account to Closed Year Account (SAG 451) to pay a water bill at Ft Hamilton, NY.	-802
Funds were realigned to Land Forces System Readiness (SAG 122) to support future center move and transformation.	-8,900
Funds were realigned from Force Readiness Operations Support (SAG 121) to fund unanticipated military mobilization for reserve and national guard	632
Funds were realigned from Miscellaneous Activities (SAG 135) to fund quality-of-life items for soldiers and their families due to Global War on Terrorism.	96,500
Funds were realigned from Echelons Above Corps (EAC) Support Forces (SAG 114) to fund Air Traffic Control and Airfield Operation.	379

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Base Operations Support (SAG 131)

Funds were realigned from Unified Command (SAG 134) to fund underfunded services: dining facility and food service operations, transportation and logistics support. 9,375

Funds were realigned from Servicewide Communications (SAG 432) fund protective services unit mission travel requirement. 796

Funds were realigned (\$2,535) to Administration (SAG 431) and realigned (\$1,278) to Other Services Support (SAG 435) to fund mission support supplies, equipment, maintenance, and investigative mission automation support. Funds were realigned (\$3,315) to EAC (SAG 114) to fund a OPTEMPO civilian pay shortfall, travel, communication, evidence shipment, supplies and equipment. (7,128)

Funds were realigned funds from Land Forces Operations Support (SAG 115) to fund increased installation/garrison security. 1,739

b) Functional Transfers 0

c) Technical Adjustments 0

FY 2004 Final Obligation (As of September 30, 2004)	5,943,053
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Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Facilities Sustainment, Restoration, and Modernization (FSRM) (SAG 132)

FY 2004 Budget Request (FY 2004 President's Budget Request)		1,094,309
Congressional Adjustments (Distributed)		722,067
Realigned FSRM from BA2, Mobilization	6,933	
Realigned FSRM from BA3, Training and Recruiting	61,096	
Realigned FSRM from BA3A	392,550	
Realigned FSRM from BA4, Administration and Servicewide Activities	260,288	
Army Chapel Renovation	1,200	
Congressional Adjustments (Undistributed)		(6,055)
Legislative Proposal Not Adopted	(473)	
Unobligated Balances	(3,744)	
Civilian Pay Overstatement	(639)	
Administrative & Servicewide Activities	(1,199)	
Technical Corrections Required to Comply with Congressional Intent		35,650
Rock Island Arsenal Bridge Repairs - funds realigned from Other Service Support (SAG 435)	2,450	
Repave Road to Ammo Facility at Ft Benning - realigned funds from Base Operations Support (BOS) (SAG 131)	3,000	
Ft Wainwright CHPP Renovation - funds realigned from Other Service Support (SAG 435)	18,700	
Ft Wainwright Utility Repair - funds realigned from Other Service Support (SAG 435)	9,000	
Gauntlet Training Instrumentation - funds realigned from Specialized Skill Training (SAG 321)	1,000	
Centralized Range Residue Recycling Facility - funds realigned from Other Service Support (SAG 435)	1,500	
Congressional Adjustments (General Provisions)		(8,412)
Section 8101 - Information Technology (IT) Cost Growth	(2,908)	
Section 8094 - Management of Professional Support Services	(3,527)	
Section 8135 - Revised Economic Assumptions	(8,697)	
Section 8104 - Working Capital Fund Cash Balance/Rate Stabilization	(7,780)	
Repairs at Fort Baker -Transfer (Language)	(2,500)	
Section 8125 - Silver Valley Unified School District Facilities Upgrade	17,000	
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Facilities Sustainment, Restoration, and Modernization (FSRM) (SAG 132)

Transfer from the Counter-Drug Account	0
Transfer from the Foreign Currency Fluctuations, Defense Account	0
Other Approved Reprogrammings (Requiring 1415 Actions)	0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)	69,810
a) Emergent Requirements	<u>69,810</u>
Funds cash flowed from Miscellaneous Activities (SAG 135) to fund preventive maintenance for facilities. Works toward reversing long term accumulation of deficiencies in terms of facilities deterioration, obsolescence, and operational capacity. Enables the Army to efficiently manage the growth in the backlog of facility maintenance and repair.	69,810
b) Functional Transfers	<u>0</u>
c) Technical Adjustments	<u>0</u>
FY 2004 Midyear Funding Level	1,907,369
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account	0
Transfer from the Counter-Drug Account	0
Transfer from the Foreign Currency Fluctuations, Defense Account	0
Other Approved Reprogrammings (Requiring 1415 Actions)	0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)	(678,793)
a) Emergent Requirements	<u>(678,793)</u>
Funds were realigned (\$459,000) to Base Operations Support (SAG 131) to fund underfunded services: dining facility and food service operations, transportation and logistics support; (\$212,993) for training and deploying soldiers support for Global War on Terrorism and (\$2,800) for maintenance and repair of damaged roads due to the movement of heavy equipment.	(674,793)

Operation and Maintenance, Army
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Facilities Sustainment, Restoration, and Modernization (FSRM) (SAG 132)

Funds were realigned (\$6,000) from Miscellaneous Activities (SAG 135) to fund quality of life services for soldiers and their families due to Global War on Terrorism. 6,000

Funds were realigned (\$6,271) to Management and Operational Headquarters (SAG 133); funds were realigned (\$2,423) to Unified Commands (SAG 134) and funds were realigned (\$1,306) to International Military Headquarters (SAG 441) to fund Defense Switched Network, Army Management Headquarters Account (AMHA), and Information Assurance Programs. (10,000)

b) Functional Transfers 0

c) Technical Adjustments 0

FY 2004 Final Obligation (As of September 30, 2004)	1,228,576
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Navy

Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Mission and Other Flight Operations (SAG 1A1A)

FY 2004 Budget Request (FY 2004 President's Budget Request)		3,262,507
Congressional Adjustments (Distributed)		1,000
CAST 70 Tester	1,000	
Congressional Adjustments (Undistributed)		(31,378)
Southwest Asia Contingency Operations	(7,959)	
Unobligated Balances	(23,419)	
Technical Corrections Required to Comply with Congressional Intent		0
Congressional Adjustments (General Provisions)		(25,644)
Section 8101: Reduce Information Technology Development Cost Growth	(1,418)	
Section 8094: Management Improvements	(9,340)	
Section 8126: Efficiencies/Revised Economic Assumptions	(14,886)	
FY 2004 Consolidated Appropriations Resolution (P.L 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		437,358
Supplemental funding for flying hours in support of contingency operations	437,358	
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		4,080
Project 3211 Fleet Support	4,017	
Project 9410 JPATS Support	63	
Transfer From the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		(305,520)
a) Emergent Requirements	(305,385)	
Increase in consumable and depot level reparable (DLR) demand. Demand is higher than planned mostly due to wear and tear to the aircraft used in support of the Global War on Terrorism (GWOT). This is an intra-SAG transfer.	119,281	
Increase to non-flight support requirements such as squadron and staff Temporary Assigned Duty (TAD). This is an intra-SAG transfer.	21,862	
Transfer of KC-130J Contractor Logistics Support (CLS) to Aircraft Depot Maintenance (1A5A). CLS is more appropriately budgeted in the depot maintenance account vice the flying hour program.	(13,532)	

Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Mission and Other Flight Operations (SAG 1A1A)

Reduction of 57,577 Navy TACAIR hours in accordance with the Fleet Respose Plan (FRP) training requirements. FRP construct is a 27 month vice a 22 month Inter-Deployment Cycle (IDRC), which translates to an extended training cycle. An extended training cycle allows for a higher average T-rating during the fiscal year, while the required deployed readiness levels are maintained. Funding is realigned within this SAG and to Fleet Air Training. (260,650)

Decrease reflects the realignment of funds to Combat Communications and Electronic Warfare, BA 1 (Operating Forces) and Servicewide Communications, BA 4, (Administration and Servicewide Activities) for NMCI Secure Communications Equipment. (2,800)

Decrease reflects the realignment of funds to Fleet Air Training, BA 1 for Marine deployment Special Assignment Airlift Missions (SAAM) in support of contingency operations. (13,200)

Decrease reflects the realignment of funds to Combat Support Forces, BA 1 for the mobilization of reserve personnel and in theater transportation of personnel and equipment in support of contingency operations. (156,346)

b) Functional Transfers 0

c) Technical Adjustments (135)

Decrease for programs previously budgeted in mission budget lines determined to fit the definition of the functional areas of the Base Operations model. Funds realigned to Base Operations, BA 1. (135)

FY 2004 Midyear Funding Level	3,342,403
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FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
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FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
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Transfer from the Iraq Freedom Fund (IFF) Transfer Account	0
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Transfer from the Counter-Drug Account	395
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Project 3211 Fleet Support	354	
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Project 9410 Joint Primary Aircraft Trainer System (JPATS) Support	41	
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Transfer from the Foreign Currency Fluctuations, Defense Account	0
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Other Approved Reprogrammings (Requiring 1415 Actions)

Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Mission and Other Flight Operations (SAG 1A1A)

Fact-of-Life Adjustments (Below Threshold Reprogrammings)	22,755
a) Emergent Requirements	<u>23,659</u>
Increase for flying hour costs (Aviation Depot Level Repairables (AVDLRs), Fuel, and Maintenance) is realigned from BA 1, Fleet Air Training.	12,853
Decrease is necessary as funding supporting Strategic Communications (TACAMO) fuel and contract support is realigned to BA 1, Combat Communications to enable TACAMO to complete mission mandates. The TACAMO in FY 2004 is budgeted in Combat Communications, but is a flying hour program.	(5,000)
Decrease for Navy Marine Corps Intranet costs for undelivered seats. Funding realigned to BA 1, Combat Support Forces.	(9,568)
Decrease to support an emergent maintenance requirement for the Floating Dry Dock, the RESOLUTE. Funding realigned to BA 1, Ship Depot Operations Support.	(1,488)
Increase reflects realignment of supplemental funding from BA 1, Aircraft Depot Maintenance to execute Flying Hour Program at the Atlantic and Pacific Fleet Commands. Realignment supported greater, immediate need for increased OPTEMPO in air operations.	26,864
Realign funds for prior year cancelled accounts obligations to Cancelled Accounts in BA 4, Administration and Servicewide Activities.	(2)
b) Functional Transfers	<u>0</u>
c) Technical Adjustments	<u>(904)</u>
Counter Drug funding for Fleet Support Project 3211 realigned to BA1, Mission and Other Ship Operations for proper project execution.	(395)
Counter Drug funding for Fleet Support Project 3211 realigned to BA1, Combat Support Forces for proper project execution.	(300)
Counter Drug funding for Fleet Support Project 3211 realigned to BA1, Space Systems and Surveillance for proper project execution.	(209)
FY 2004 Final Obligation (As of September 30, 2004)	<u>3,365,553</u>

Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Fleet Air Training (SAG 1A2A)

FY 2004 Budget Request (FY 2004 President's Budget Request)		1,025,326
Congressional Adjustments (Distributed)		0
Congressional Adjustments (Undistributed)		(10,926)
Southwest Asia Contingency Operations	(10,405)	
Unobligated Balances	(521)	
Technical Corrections Required to Comply with Congressional Intent		0
Congressional Adjustments (General Provisions)		(9,203)
Section 8101: Reduce Information Technology Development Cost Growth	(371)	
Section 8094: Management Improvements	(3,406)	
Section 8126: Efficiencies/Revised Economic Assumptions	(5,426)	
FY 2004 Consolidated Appropriations Resolution (P.L 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		0
Transfer From the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		129,288
a) Emergent Requirements	<u>129,331</u>	
Increase in non-flight support requirements such as commercial air services and transportation costs. Funding is realigned from Mission and Other Flight Operations, BA 1.	68,842	
Increase in consumable and depot level reparable (DLR) demand. Demand is higher than planned mostly due to wear and tear to the aircraft used in support of the Global War on Terrorism (GWOT). Funding is realigned from within this subactivity group and Mission and Other Flight Operations, BA 1.	60,750	
Increase in contract maintenance costs to support F-16 and T-34 aircraft. Funding is realigned from within this subactivity group and from Mission and Other Flight Operations, BA 1.	22,176	

Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Fleet Air Training (SAG 1A2A)

Transfer of KC-130J Contractor Logistics Support (CLS) to Aircraft Depot Maintenance (1A5A). CLS is more appropriately budgeted in the depot maintenance account vice the flying hour program.	(3,184)
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Reduction in hours (-8,406) to accommodate changes in pilot training requirements and Fleet Readiness Squadron (FRS) students throughput.	(32,261)
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Increase reflects the realignment of funds from Mission and Other Flight Operations, BA 1 for Marine deployment Special Assignment Airlift Missions (SAAM) in support of contingency operations.	13,200
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Realign funds for prior year cancelled accounts obligations to Cancelled Accounts in BA 4, Administration and Servicewide Activities.	(192)
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b) Functional Transfers	<u>0</u>
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c) Technical Adjustments	(43)
Decrease for programs previously budgeted in mission budget lines determined to fit the definition of the functional areas of the Base Operations model. Funds realigned to Base Operations, BA 1.	(43)

FY 2004 Midyear Funding Level	1,134,485
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FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
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FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
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Transfer from the Iraq Freedom Fund (IFF) Transfer Account	0
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Transfer from the Counter-Drug Account	0
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Transfer from the Foreign Currency Fluctuations, Defense Account	0
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Other Approved Reprogrammings (Requiring 1415 Actions)	0
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Fact-of-Life Adjustments (Below Threshold Reprogrammings)	<u>(14,856)</u>
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a) Emergent Requirements	(15,251)
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Increase for flying hour costs (Aviation Depot Level Repairables (AVDLRs), Fuel, and Maintenance) is realigned to BA 1, Mission and Other Flight Operations.	(12,853)
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Decrease for Navy Marine Corps Intranet costs for undelivered seats. Funding realigned to BA 1, Combat Support Forces to support Fleet legacy IT systems.	(2,146)
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Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Fleet Air Training (SAG 1A2A)

Decrease in non-flight support requirements such as commercial air services and transportation costs. Funding realigned to BA 1, Combat Support Forces. (236)

Realign funds for prior year cancelled accounts obligations to Cancelled Accounts in BA 4, Administration and Servicewide Activities. (16)

b) Functional Transfers 0

c) Technical Adjustments 395

Counter Drug funding for Fleet Support Project 3211 realigned from BA1, Mission and Other Flight Operations for proper project execution. 395

FY 2004 Final Obligation (As of September 30, 2004)	1,119,629
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Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Aircraft Depot Maintenance (SAG 1A5A)

FY 2004 Budget Request (FY 2004 President's Budget Request)		980,136
Congressional Adjustments (Distributed)		0
Congressional Adjustments (Undistributed)		(27,370)
Southwest Asia Contingency Operations	(23,241)	
Unobligated Balances	(4,129)	
Technical Corrections Required to Comply with Congressional Intent		0
Congressional Adjustments (General Provisions)		(49,792)
Section 8101: Reduce Information Technology Development Cost Growth	(2,073)	
Section 8094: Management Improvements	(2,976)	
Section 8126: Efficiencies/Revised Economic Assumptions	(4,743)	
Section 8105: Reduce Excess Funded Carryover	(40,000)	
FY 2004 Consolidated Appropriations Resolution (P.L 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		175,000
Supplemental funding for Aircraft Depot Maintenance in support of contingency operations.	175,000	
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		0
Transfer From the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		(1,183)
a) Emergent Requirements	(1,183)	
Funds realigned from Mission and other Flight Operations and Fleet Air Training, BA 1, to properly execute KC-130J maintenance requirements.	16,716	
Increase in emergency repair requirements. Funding realigned from Acquisition and Program Management, BA 4.	139	
Decrease reflects the realignment of funds to Air Operations and Safety Support (1A4A) for rework of Marine Air Traffic Control and Landing Systems in support of contingency operations.	(16,532)	

Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Aircraft Depot Maintenance (SAG 1A5A)

Decrease reflects the realignment of funds to Aircraft Depot Operations Support, BA 1, for aviation rework efforts at the Naval Aviation Pacific and Mediterranean Repair Activities in support of contingency operations.	(1,500)
Realign funds for prior year cancelled accounts obligations to Cancelled Accounts in BA 4, Administration and Servicewide Activities.	(6)
b) Functional Transfers	<u>0</u>
c) Technical Adjustments	<u>0</u>
FY 2004 Midyear Funding Level	1,076,791
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account	0
Transfer from the Counter-Drug Account	0
Transfer from the Foreign Currency Fluctuations, Defense Account	0
Other Approved Reprogrammings (Requiring 1415 Actions)	0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)	(53,771)
a) Emergent Requirements	<u>(53,771)</u>
The sources to fund each of the emergent requirements in this report are identified based on a reasonable allocation of independent reductions, rather than on specific decisions to reduce funds for one program in order to increase funds for another.	
Funding received to support contingency operations was insufficient to support increased Operating Tempo and unbudgeted OIF requirements actually experienced. In order to make funds available for other readiness programs, supplemental funding for this subactivity group was realigned to areas of more immediate need. Funding realigned to BA 1, Mission and Other Flight Operations and Mission and Other Ship Operations to support emergent OIF requirements.	
	(53,758)
Realign funds for prior year cancelled accounts obligations to Cancelled Accounts in BA 4, Administration and Servicewide Activities.	(13)
b) Functional Transfers	<u>0</u>
c) Technical Adjustments	<u>0</u>

Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Aircraft Depot Maintenance (SAG 1A5A)

FY 2004 Final Obligation (As of September 30, 2004)	1,023,020
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Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Mission and Other Ship Operations (SAG 1B1B)

FY 2004 Budget Request (FY 2004 President's Budget Request)		2,485,605
Congressional Adjustments (Distributed)		3,500
Marine Gas Turbine Engine	3,500	
Congressional Adjustments (Undistributed)		(39,378)
Southwest Asia Contingency Operations	(20,603)	
Unobligated Balances	(18,775)	
Technical Corrections Required to Comply with Congressional Intent		(3,500)
Marine Gas Turbine Engine	(3,500)	
Congressional Adjustments (General Provisions)		(20,306)
Section 8101: Reduce Information Technology Development Cost Growth	(1,024)	
Section 8094: Management Improvements	(7,433)	
Section 8126: Efficiencies/Revised Economic Assumptions	(11,849)	
FY 2004 Consolidated Appropriations Resolution (P.L 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		154,700
	154,700	
Supplemental funding for steaming hours in support of contingency operations.		
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		5,689
Project 3211 Fleet Support	1,733	
Project 8351 Demand Reduction	413	
Project 9410 JPATS Support	60	
Project 9500 CENTAM FOL Support	3,483	
Transfer From the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		1,426
a) Emergent Requirements	1,426	
Realignment of Military Sealift Command ship charter funding from Base Support, BA1, for proper program execution.	15,648	

Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Mission and Other Ship Operations (SAG 1B1B)

Increase in repair parts and consumables based on refinement of ship operations requirement. Requirments are generated using three years of certified obligation data, and the current estimate is based on requirements adjusted for FY 2003 execution experience. This is an intra-SAG adjustment.	39,546
Decrease reflects a reduction in ship operating requirements as prescribed by the Fleet Response Plan. Funding realigned within this subactivity and to Ship Prepositioning and Surge, BA 2.	(50,425)
Realignment of funds to Ship Operational Support and Training, BA 1, for linguistic and security efforts in support of contingency operations.	(3,225)
Realign funds for prior year cancelled accounts obligations to Cancelled Accounts in BA 4, Administration and Servicewide Activities.	(118)
b) Functional Transfers	<u>0</u>
c) Technical Adjustments	<u>0</u>
FY 2004 Midyear Funding Level	<u>2,587,736</u>
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account	0
Transfer from the Counter-Drug Account	1,272
Project 8351 Demand Reduction	111
Project 9500 Central America Forward Operating Location Support	1,161
Transfer from the Foreign Currency Fluctuations, Defense Account	0
Other Approved Reprogrammings (Requiring 1415 Actions)	0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)	<u>166,111</u>
a) Emergent Requirements	<u>166,118</u>
Increase reflects realignment from BA 1, Combat Support Forces, Mission and Other Ship Operations, and Ship Maintenance to support steaming hours at the Atlantic and Pacific Fleet Commands to support GWOT in excess of baseline	155,252

Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Mission and Other Ship Operations (SAG 1B1B)

Funds realigned to BA 1, Mission and Other Ship Operations, for linguistic and security efforts in support of contingency operations. Funding realigned from BA 1, Ship Operational Support and Training. 2,500

Increase for payments to Air Mobility Command (AMC) for deployment costs in support of OIF. Funding realigned from BA 1, Combat Support Forces. 8,735

Realign funds for prior year cancelled accounts obligations to Cancelled Accounts in BA 4, Administration and Servicewide Activities. (369)

b) Functional Transfers 0

c) Technical Adjustments (7)

Counter Drug funding for Demand Reduction 8351 realigned to BA1, Ship Depot Operations Support for proper program execution. (1)

Counter Drug funding for Demand Reduction 8351 realigned to BA1, Combat Support Forces for proper program execution. (6)

FY 2004 Final Obligation (As of September 30, 2004)	2,755,119
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Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Ship Operational Support and Training (SAG 1B2B)

FY 2004 Budget Request (FY 2004 President's Budget Request)		614,525
Congressional Adjustments (Distributed)		0
Congressional Adjustments (Undistributed)		(1,753)
Unobligated Balances	(1,753)	
Technical Corrections Required to Comply with Congressional Intent		1,000
Combating Terrorism Database	1,000	
Congressional Adjustments (General Provisions)		(6,646)
Section 8101: Reduce Information Technology Development Cost Growth	(1,679)	
Section 8094: Management Improvements	(1,914)	
Section 8126: Efficiencies/Revised Economic Assumptions	(3,053)	
FY 2004 Consolidated Appropriations Resolution (P.L 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		0
Transfer From the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		30,447
a) Emergent Requirements	(7,926)	
Increase reflects the refinement of Navy Marine Corps Intranet (NMCI) schedule and requirements. Funds realigned from Ship Maintenance and Ship Depot Operations Support.	1,549	
Decrease reflects the elimination of combat homeport engineering teams due to overlapping functionality with Fleet Technical Support Teams. Funding realigned to Administration, BA 4. Funding pays must fund bill for National Archives and Records Administration.	(3,200)	

Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Ship Operational Support and Training (SAG 1B2B)

Decrease reflects the elimination of requirements for non-Cruiser Area Air Defense Command module conversions. Funding realigned to Ship Prepositioning and Surge, BA 2 (for Military Sealift Command must fund prepositioning requirements), Off Duty and Voluntary Education, BA 3 (for Tuition Assistance programs for sailors), Administration (for Mass Transit Subsidy outside National Capital Region), and Other Personnel Support, BA 4 (for Central Litigation	(9,500)
Realignment of funds from Mission and Other Ship Operations, BA 1, for linguistic and security efforts in support of contingency operations.	3,225
b) Functional Transfers	<u>0</u>
c) Technical Adjustments	<u>38,373</u>
Funds realigned from Base Operations, BA 1 for programs previously budgeted but determined not to fit the functional area of the Base Operations model. Programs realigned include Anti-Terrorist/Force Protection requirements associated with operation units in the European Theater and environmental compliance support associated with design, acquisition, an modernization of Naval systems and platforms.	22,181
Realignment of weapons and ordnance function associated with operational units from Base Support, BA 1.	20,053
Decrease for programs previously budgeted in mission budget lines determined to fit the definition of the functional areas of the Base Operations model, as well as the consolidation of Federal Employees Compensation Act funding. Funds realigned to Base Operations, BA 1.	(3,861)
FY 2004 Midyear Funding Level	637,573
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account	0
Transfer from the Counter-Drug Account	0
Transfer from the Foreign Currency Fluctuations, Defense Account	0
Other Approved Reprogrammings (Requiring 1415 Actions)	0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)	3,897

Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Ship Operational Support and Training (SAG 1B2B)

a) Emergent Requirements	<u>3,897</u>
Funds realigned to BA 1, Mission and Other Ship Operations, for linguistic and security efforts in support of contingency operations.	(2,500)
Decrease for Navy Marine Corps Intranet costs for undelivered seats. Funding realigned to BA 1, Combat Support Forces to support Fleet legacy IT	(865)
Funds realigned from BA 1, Ship Maintenance and Combat Support Forces, for Anti-Terrorism/Force Protection ordnance handling and other requirements.	6,149
Increase for Vigilant Mariner Security Force costs. Funding realigned from BA 1, Combat Support Forces. GWOT but not specific to OIF,OEF	313
Increase for analytical and engineering costs to support Sea Shield and Sea Basing initiatives. Funding realigned from BA 1, Ship Depot Operations Support, Warfare Tactics, and Weapons Maintenance. Sea Basing and Sea Shield (together with Sea Strike) comprise Sea Power 21.	800
b) Functional Transfers	<u>0</u>
c) Technical Adjustments	<u>0</u>

FY 2004 Final Obligation (As of September 30, 2004)	641,470
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Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Ship Depot Maintenance (1B4B)

FY 2004 Budget Request (FY 2004 President's Budget Request)		3,567,545
Congressional Adjustments (Distributed)		8,200
Cruiser Modernization	8,200	
Congressional Adjustments (Undistributed)		(28,485)
Southwest Asia Contingency Operations	(338)	
Unobligated Balances	(28,147)	
Technical Corrections Required to Comply with Congressional Intent		(7,100)
Apprentice, Engineering Technician-IMF Bangor	1,100	
Cruiser Modernization	(8,200)	
Congressional Adjustments (General Provisions)		(32,900)
Section 8101: Reduce Information Technology Development Cost Growth	(1,468)	
Section 8094: Management Improvements	(10,575)	
Section 8126: Efficiencies/Revised Economic Assumptions	(16,857)	
Section 8105: Reduce Excess Funded Carryover	(4,000)	
FY 2004 Consolidated Appropriations Resolution (P.L 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		600,000
	600,000	
Supplemental funding for ship maintenance in support of contingency operations.		
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		0
Transfer From the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (below Threshold Reprogrammings)		(42,561)
a) Emergent Requirements	(18,826)	
Decrease reflects the refinement of Navy Marine Corps (NMCI) schedule and requirements. Funding realigned to Ship Operational Support and Training.	(425)	
Realignment of funds to Ship Depot Operations Support, BA 1, for security and maintenance costs associated with contingency operations.	(18,400)	

Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Ship Depot Maintenance (1B4B)

b) Functional Transfer (743)

Transfer of support for Navy Submarine Torpedo Facility Yorktown for contract technical services and production workers to perform engineering services in support of Mod 4, 5, and 6 torpedoes to Weapons Maintenance, BA 1. (743)

c) Technical Adjustments (22,992)

Funds realigned from Base Operations, BA 1 for programs previously budgeted but determined not to fit the functional area of the Base Operations model. 3,968
Programs realigned include the Fleet Industrial Supply Center at Puget Sound Naval Shipyard and the crane management program.

Decrease reflects the realignment and consolidation of Federal Employees Compensation Act Funding to Base Operations, BA 1. (26,960)

FY 2004 Midyear Funding Level	4,064,699
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FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
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FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
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Transfer from the Iraq Freedom Fund (IFF) Transfer Account	0
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Transfer from the Counter-Drug Account	0
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Transfer from the Foreign Currency Fluctuations, Defense Account	0
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Other Approved Reprogrammings (Requiring 1415 Actions)	0
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Fact-of-Life Adjustments (Below Threshold Reprogrammings)	(142,929)
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a) Emergent Requirements (142,929)

Funding realigned to BA 1, Mission and Other Ship Operations to support steaming hours at Atlantic and Pacific Fleet Commands to support GWOT in excess of baseline requirements. (63,869)

Funding received to support contingency operations was insufficient to support increased Operating Tempo and unbudgeted OIF II costs actually experienced. In order to make funds available for other readiness programs, supplemental funding for this subactivity group was realigned to areas of more immediate need. Funding realigned to BA 1, Mission and Other Flight Operations, Mission and Other Ship Operations, and Combat Support Forces to support emergent requirements. (69,686)

Decrease for Navy Marine Corps Intranet costs for undelivered seats. Funding realigned to BA 1, Combat Support Forces. (9,343)

Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Ship Depot Maintenance (1B4B)

Realign funds for prior year cancelled accounts obligations to Cancelled Accounts
in BA 4, Administration and Servicewide Activities. (31)

b) Functional Transfers 0

c) Technical Adjustments 0

FY 2004 Final Obligation (As of September 30, 2004)	3,921,770
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Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Base Support (SAG BSS1)

FY 2004 Budget Request (FY 2004 President's Budget Request)		2,609,334
Congressional Adjustments (Distributed)		636,821
Increase reflects consolidation of Base Support from BA3 and BA4 to Base Support BA1.	626,721	
Northwest Environmental Resource Center	4,900	
Integrated Safety Management System Expansion	2,800	
Critical Asset Vulnerability Assessment for Navy Region Northwest	1,400	
Combating Terrorism Database	1,000	
Congressional Adjustments (Undistributed)		(15)
Southwest Asia Contingency Operations	(15)	
Technical Corrections Required to Comply with Congressional Intent		(1,000)
Combating Terrorism Database	(1,000)	
Congressional Adjustments (General Provisions)		(28,116)
Section 8101: Reduce Information Technology Development Cost Growth	(4,288)	
Section 8094: Management Improvements	(9,186)	
Section 8126: Efficiencies/Revised Economic Assumptions	(14,642)	
FY 2004 Consolidated Appropriations Resolution (P.L 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		66,000
Supplemental funding for Base Operations in support of contingency operations.	66,000	
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		4,528
Project 8351 Demand Reduction	916	
Project 3217 Relocatable Over the Horizon Radar (ROTHR) (VA/TX)	1,606	
Project 3217 Relocatable Over the Horizon Radar (ROTHR) (Puerto Rico)	2,006	
Transfer From the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		(231,745)
a) Emergent Requirements	(141,748)	
Decrease reflects the realignment of Pentagon Reservation Maintenance Revolving Fund (PRMRF) funding to Other Personnel Support, BA 4, for proper execution.	(68,584)	

Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Base Support (SAG BSS1)

Realign funds to Combat Support Forces BA 1, for joint command support, recall of reservists, and transportation costs associated with contingency operations.	(73,160)	
Realign funds for prior year cancelled accounts obligations to Cancelled Accounts in BA 4, Administration and Servicewide Activities.	(4)	
b) Functional Transfers	<u>0</u>	
c) Technical Adjustments	<u>(89,997)</u>	
Increase reflects the realignment of programs previously budgeted in mission budget lines determined to fit the definition of the functional areas of the Base Operations model.	137,818	
Increase reflects consolidation of Federal Employees Compensation Act (disability compensation) from various budget lines for program execution.	59,323	
Decrease reflects the realignment of Military Sealift Command ship charter funding to Mission and Other Ship Operations, BA 1, for proper program execution.	(15,648)	
Decrease reflects the realignment of programs, previously budgeted in Base Operations but determined not to fit the definition of the functional areas of the Base Operations model, to the appropriate mission budget line.	(271,490)	
FY 2004 Midyear Funding Level		3,055,807
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		662
Project 3217 Relocatable Over the Horizon Radar (ROTHR) (Virginia/Texas)	283	
Project 3217 Relocatable Over the Horizon Radar (ROTHR) (Puerto Rico)	199	
Project 8351 Demand Reduction	180	
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		275,192
a) Emergent Requirements	<u>275,283</u>	

Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Base Support (SAG BSS1)

Funding realigned from BA 1, Facilities, Sustainment, Restoration and Modernization to accurately execute Base Support Program.	267,506
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Realign funds for prior year cancelled accounts/judgment fund obligations to Cancelled Accounts and Judgment Funds in BA 4, Administration and Servicewide Activities.	(27)
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Decrease for Navy Marine Corps Intranet costs for undelivered seats. Funding realigned to BA 1, Combat Support Forces.	(196)
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Increase for Foreign Currency adjustments in Iceland (Krona) not covered in the Foreign Currency Fluctuations account. Funding realigned from BA 1, Combat Support Forces.	5,500
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Increase to Commander, Naval Installations to standardize processes. Funding realigned from BA 1, Combat Communications contractor maintenance and technical support for the Global Command and Control System - Maritime (GCCS-M).	2,000
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Increase to Commander, Naval Installation for a Human Capital Strategy study. Funding realigned from BA 4, Administration.	500
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b) Functional Transfers	<u>0</u>
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c) Technical Adjustments	<u>(91)</u>
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Counter Drug funding for Relocatable Over the Horizon Radar (ROTHR) (Virginia/Texas) 3217 realigned to BA1, Space Systems and Surveillance for proper project execution.	(4)
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Counter Drug funding for Relocatable Over the Horizon Radar (ROTHR) (Puerto Rico) 3217 realigned to BA1, Space Systems and Surveillance for proper project execution.	(87)
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FY 2004 Final Obligation (As of September 30, 2004)	3,331,661
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Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Facilities Sustainment, Restoration, and Modernization (SRM) (BSM1)

FY 2004 Budget Request (FY 2004 President's Budget Request)		1,079,723
Congressional Adjustments (Distributed)		307,101
Increase reflects consolidation of BSM3/4 into BSM1	300,101	
Pier 3 Restoration at Puget Sound Naval Shipyard	6,000	
Toledo Shipyard Improvement Plan	1,000	
Congressional Adjustments (Undistributed)		0
Technical Corrections Required to Comply with Congressional Intent		10,000
Pearl Harbor Naval Shipyard Support	10,000	
Congressional Adjustments (General Provisions)		(10,683)
Section 8094: Management Improvements	(4,118)	
Section 8126: Efficiencies/Revised Economic Assumptions	(6,565)	
FY 2004 Consolidated Appropriations Resolution (P.L 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		87,600
Supplemental funding for sustainment, restoration and modernization projects in support of contingency operations.	87,600	
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		0
Transfer From the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		116
a) Emergent Requirements	<u>0</u>	
b) Functional Transfers	<u>0</u>	
c) Technical Adjustments	<u>116</u>	
Increase reflects the realignment of programs previously budgeted in mission budget lines determined to fit the definition of the functional area of Facility Sustainment, Restoration and Modernization.	116	
FY 2004 Midyear Funding Level		1,473,857

FY 2004 Consolidated Appropriations Resolution (P.L. 108-199) **0**

Operation and Maintenance, Navy
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Facilities Sustainment, Restoration, and Modernization (SRM) (BSM1)

FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
Transfer from the Iraq Freedom Fund (IFF) Transfer Account	0
Transfer from the Counter-Drug Account	0
Transfer from the Foreign Currency Fluctuations, Defense Account	0
Other Approved Reprogrammings (Requiring 1415 Actions)	0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)	(413,841)
a) Emergent Requirements	(413,841)
Funding realigned to BA 1, Base Support to accurately execute Base Support Program.	(267,506)
Decrease reflects deferral of SRM projects and realignment of funds to BA 1, Combat Support Forces, to support transportation of Marines for OIF II and to support Naval Coastal Warfare efforts.	(166,335)
Increase to support Roosevelt Roads closure including contract terminations, equipment disposals, engineering and environmental studies and costs to relocate telemetry equipment. Funding realigned from BA 1, Combat Support Forces.	20,000
b) Functional Transfers	0
c) Technical Adjustments	0
FY 2004 Final Obligation (As of September 30, 2004)	1,060,016

Marine Corps

Operations and Maintenance, Marine Corps
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Operational Forces (SAG 1A1A)

FY 2004 Budget Request (FY 2004 President's Budget Request)		588,653
Congressional Adjustments (Distributed)		11,600
Modular General Purpose Tent System	1,800	
Hydration on the Move System Basic/Chemical/Biological	1,000	
Marine Corps U.S. Bayonets	3,000	
All Purpose Environmental Clothing System (APECS)	3,000	
Chem Bio Incident Response Force (CBIRF)	1,400	
Mountain/Cold Weather Clothing and Equipment Program (MCWCEP)	1,400	
Congressional Adjustments (Undistributed)		(3,459)
Unobligated Balances	(2,926)	
Southwest Asia CONOPS Costs	(533)	
Technical Corrections Required to Comply with Congressional Intent		0
Congressional Adjustments (General Provisions)		(2,727)
Section 8094: Saving/Limit Growth	(67)	
Section 8126: Revised Economic Assumptions	(2,660)	
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		841,657
Military Operation Support	841,657	
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		1,317
Drug Interdiction and Counter-Drug Activities	1,317	
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		0
a) Emergent Requirements	<u>0</u>	
b) Functional Transfers	<u>0</u>	
c) Technical Adjustments	<u>0</u>	
FY 2004 Midyear Funding Level		1,437,041

Operations and Maintenance, Marine Corps
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Operational Forces (SAG 1A1A)

Transfer from the Iraqi Freedom Fund (IFF) Transfer Account	156,900
Transfer from the Overseas Contingency Operations Transfer Fund	8,760
For costs incurred under the Operation Secure Tomorrow (Haiti) contingency operations.	8,760
Transfer from the Counter-Drug Account	511
Drug Interdiction and Counter-Drug Activities	511
Other Approved Reprogrammings (Requiring 1415 Actions)	176,200
FY 2004 OMNIBUS, 04-32 PA. Funds operational sustainment of forward deployed Marine Corps units in support of the Global War on Terrorism (GWOT).	142,000
USMC Force Protection, 04-24 PA. Funds protective equipment, body armor protection, and goggles for Marine Corps units in support of GWOT.	9,200
Marine Corps Operations, 04-36 R PA. Funds operational sustainment of forward deployed Marines.	25,000
Fact-of-Life Adjustments (Below Threshold Reprogrammings)	(59,067)
a) Emergent Requirements	<u>(40,725)</u>
Redistribution of Supplemental to meet costs resulting from the GWOT.	(37,507)
Increase for Corrosion Prevention and Control Program (CPAC).	3,000
Adjustment for Joint Service Imagery and Processing System (JSIPS), \$1,755 was transferred to Field Logistics and \$958 was used to fund other emergent requirements.	(2,713)
Stand up and sustainment costs for Marine Corps Strategic Command.	266
Funds contractor support to develop concepts and operational requirements for Seabasing and Marine Prepositioned Forces.	250
Decrease in Operating Forces in order to fund other emergent requirements.	(5,600)
Stand up and sustainment costs for 1st and 3rd Radio Battalions in CA and HI.	500
Funds the Commandant directed Combat Assessment Team to conduct tactical to operations assessments and analysis in order to prepare reports and documents regarding USMC participation in Operation Iraqi Freedom (OIF).	450
Stand up and sustainment costs for re-established Air and Naval Gunfire Liaison Company (ANGLICO) units.	629

Operations and Maintenance, Marine Corps
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Operational Forces (SAG 1A1A)

b) Functional Transfers	<u>0</u>
c) Technical Adjustments	<u>(18,342)</u>
Adjustment between Operating Forces (1A1A) and Base Support (BSS3) to properly reflect one civilian billet.	(79)
Adjustment between Operating Forces (1A1A) and Field Logistics (1A2A) for the Defense Personnel Records Imaging System (DPRIS) and the Performance Evaluation System (PES) to reflect proper execution of those programs.	(2,651)
Support for Marine Aviation Weapons and Tactics Squadron (MAWTS) moved from Operating Forces (1A1A) to Base Support (BSS3) to properly reflect execution of program.	(939)
Adjustment between Operating Forces (1A1A) and Base Support (BSS1) for Tactical Training Evaluation Control Group (TTECG).	120
Navy Marine Corp Intranet (NMCI) contractual requirements realigned to BA 1 Base Support to meet NMCI seat requirements and to reflect proper execution.	(12,000)
Anti-Terrorism Force Protection realigned to BA 1 Base Support to reflect proper execution.	(2,793)

FY 2004 Obligation (As of September 30, 2004)

1,720,345

Operations and Maintenance, Marine Corps
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Depot Maintenance (SAG 1A3A)

FY 2004 Budget Request (FY 2004 President's Budget Request)		101,439
Congressional Adjustments (Distributed)		0
Congressional Adjustments (Undistributed)		0
Technical Corrections Required to Comply with Congressional Intent		4,300
Realigned from BA 1 Field Logistics subactivity group to Depot Maintenance subac reflect proper execution of the Maintenance of Radar Systems program.	4,300	
Congressional Adjustments (General Provisions)		(576)
Section 8126: Revised Economic Assumptions	(576)	
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		71,000
Military Operation Support	71,000	
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		(1,000)
a) Emergent Requirements	(1,000)	
Decrease in Depot Maintenance in order to fund other emergent requirements.	(1,000)	
b) Functional Transfers	<u>0</u>	
c) Technical Adjustments	<u>0</u>	
FY 2004 Midyear Funding Level		175,163
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		
a) Emergent Requirements		(5,030)
Decrease in Depot Maintenance in order to fund other emergent requirements.	(5,030)	
b) Functional Transfers	<u>0</u>	
c) Technical Adjustments	<u>0</u>	

Operations and Maintenance, Marine Corps
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Depot Maintenance (SAG 1A3A)

FY 2004 Obligation (As of September 30, 2004)	170,133
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Operations and Maintenance, Marine Corps
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Base Support (BSS1)

FY 2004 Budget Request (FY 2004 President's Budget Request)		912,934
Congressional Adjustments (Distributed)		9,400
Training and Support Facilities	9,400	
Congressional Adjustments (Undistributed)		(79)
Unobligated Balance	(79)	
Technical Corrections Required to Comply with Congressional Intent		0
Congressional Adjustments (General Provisions)		(1,634)
Section 8094: Saving/Limit Growth	(39)	
Section 8126: Revised Economic Assumptions	(1,595)	
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		500
Section 1109: Hurricane Isabel	500	
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		3,919
Drug Interdiction and Counter-Drug Activities	3,919	
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		12,071
a) Emergent Requirements	<u>10,518</u>	
Increases in utilities based on cost assumption related to the expected price of electricity and natural gas.	10,518	
b) Functional Transfers	<u>0</u>	
c) Technical Adjustments	<u>1,553</u>	
Adjustment between Base Support subactivity groups (BSS1/BSS3/BSS4) to reflect proper execution for Emergency Medical Support.	1,731	
Adjustment between Field Logistics (1A2A) and Base Support (BSS1) for Application Support Branch.	(321)	

Operations and Maintenance, Marine Corps
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Base Support (BSS1)

Adjustment between Base Support (BSS1) and Base Support (BSS3) for environmental programs related to compliance, conservation, and pollution prevention.	(856)	
Adjustment between Field Logistics (1A2A) and Base Support (BSS1) to correct Human Resource allocation.	496	
Adjustment between Special Support (4A2G) and Base Support (BSS1) for Marine Corps Community Service (MCCS) personnel.	632	
Adjustment between Base Support sub-activity groups (BSS1/BSS3/BSS4) in support of MCCS programs.	(9)	
Adjustment between Operating Forces (1A1A) and Base Support (BSS1) for Tactical Training Evaluation Control Group (TTECG).	(120)	
FY 1999 Emergency Supplemental Carryover		526
Morale Welfare, and Recreation (MWR), personnel support for contingency deployments in Bosnia and Southwest Asia.	526	
FY 2004 Midyear Funding Level		937,637
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		3,026
Drug Interdiction and Counter-Drug Activities	3,026	
Transfer from the Foreign Currency Fluctuations, Defense Account		4,330
Foreign Currency Fluctuations, Defense	4,330	
Other Approved Reprogrammings (Requiring 1415 Actions)		
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		60,527
a) Emergent Requirements	<u>27,581</u>	
Redistribution of Supplemental to meet costs resulting from the Global War on Terrorism.	11,692	
Increase to fund costs resulting from Southern California Fires at Camp Pendleton (Roblar Fire and India Fire) and San Diego.	5,906	
Increase to fund a review of Camp Lejeune, NC water contamination.	1,000	
Increase for firefighter pay.	858	
Increase to fund utility shortfalls at major bases/stations.	6,574	

Operations and Maintenance, Marine Corps
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Base Support (BSS1)

Funds increased usage/distribution of Common Access Card to mobilized marines,	900
Increase to fund clean-up costs associated with Typhoon Songda at Iwakuni Japan.	301
Increase to fund re-negotiated mess-hall contract for the Chem Bio Incident Response Force (CBIRF) at Indian Head, Md.	350
b) Functional Transfers	<u>0</u>
c) Technical Adjustments	<u>32,946</u>
Navy Marine Corp Intranet (NMCI) contractual requirements realigned from BA 1 Operational Forces (12,000), BA Training and Recruiting (9,000) and BA 4 Admin and Service wide (6,000) to reflect proper execution of NMCI seat requirements.	27,000
Realigned from BA 1 Operational Forces for Anti-Terrorism Force Protection requirments to reflect proper execution.	2,783
Realigned from BA 3 Training and Recruiting to reflect proper execution of Personnel Support Equipment.	2,784
Realigned from BA 1 Operating Forces to reflect proper exectuion of Physical Security Equipment requirements.	379

FY 2004 Obligation (As of September 30, 2004)	1,005,520
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Operations and Maintenance, Marine Corps
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Facilities, Sustainment, Restoration and Modernization (BSM1)

FY 2004 Budget Request (FY 2004 President's Budget Request)		498,007
Congressional Adjustments (Distributed)		3,800
Adobe Road	3,800	
Congressional Adjustments (Undistributed)		(1,515)
Unobligated Balance	(1,515)	
Technical Corrections Required to Comply with Congressional Intent		0
Congressional Adjustments (General Provisions)		(5,971)
Section 8126: Revised Economic Assumptions	(5,971)	
FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		3,000
Section 1109: Hurricane Isabel	3,000	
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		3,667
a) Emergent Requirements	3,667	
Increase to fund Sustainment program.	3,667	
b) Functional Transfers	0	
c) Technical Adjustments	0	
FY 2004 Midyear Funding Level		500,988
Transfer from the Iraq Freedom Fund (IFF) Transfer Account		0
Transfer from the Counter-Drug Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		(18,900)
Defense Health Program - Tricare for Reservists #2, 04-25 PA	(18,900)	
Fact-of-Life Adjustments (Below Threshold Reprogrammings)		(36,000)

Operations and Maintenance, Marine Corps
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group: Facilities, Sustainment, Restoration and Modernization (BSM1)

a) Emergent Requirements	<u>(36,000)</u>
Decrease to fund other emergent requirements.	<u>(36,000)</u>
b) Functional Transfers	<u>0</u>
c) Technical Adjustments	<u>0</u>

FY 2004 Obligation (As of September 30, 2004)	446,088
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Air Force

Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Primary Combat Forces (011A)

FY 2004 Budget Request		3,496,496
Congressional Adjustments (Distributed)		30,400
Hydration on the Move System Basic/Chem/Bio	1,000	
F-16 Distributed Mission Training: Night Vision Goggles Enhancement	4,300	
B-52 Attrition Reserve	25,100	
Congressional Adjustments (Undistributed)		(46,244)
Operations in Southwest Asia	(36,468)	
Civilian Pay Overstatement	(60)	
Unobligated Balance	(9,716)	
Technical Corrections Required to Comply with Congressional Intent		(5,300)
Realign Hydration on the Move System	(1,000)	
Realign Night Vision Goggles	(4,300)	
Congressional Adjustments (General Provisions)		(252,334)
Section 8104 Working Capital Fund	(220,000)	
Section 8094 Improvements in management of Professional Support Services, Surveys	(24,074)	
Section 8126 Savings from outsourcing, management efficiencies, revised economic assumptions	(8,260)	
FY 2004 Consolidated Appropriations Resolution		328,100
*Emergency Wartime Supplemental, 2004 (Public Law 108-106)	328,100	
Transfer from the Iraq Freedom Fund (IFF) for contingencies		0
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments		(15,064)
a) Emergent Requirements	<u>(15,064)</u>	
Funds transferred to Airlift Operations (SAG 021A) as a result of increased tanker operations due to Operations Enduring Freedom and Iraqi Freedom.	(13,659)	

Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Primary Combat Forces (011A)

Funds transferred to Air Operations Training (SAG 011d) to support Distributed Mission Operation (DMO) and training transformation. The DMO is an Air Force initiative to provide a realistic synthetic training environment for pilots and weapons system officers. (1,405)

b) Functional Transfers

c) Technical Adjustments 0

*FY 2004 Midyear Funding Level (as of March 31, 2004)	3,536,054
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*The March 31, 2004 DD 1002 report does not accurately reflect Supplemental distribution between budget activities and will be corrected in the April DD 1002 reports. The DD 1416 is correct.

FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
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FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
Figures included above in the Midyear report amount	

Transfer from the Counter-Drug Account	0
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Transfer from the Foreign Currency Fluctuations, Defense Account	0
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Other Approved Reprogrammings (Requiring 1415 Actions)	<u>447,290</u>	27,008
Defense Working Capital Fund, FY 04-60 IR	220,000	
FY 2004 OMNIBUS Reprogramming, FY 04-32 PA	311,490	
Air Sovereignty Alert, FY 04-71 IR	(84,200)	

Fact-of-Life Adjustments

a) Emergent Requirements	<u>(268,424)</u>	
GWOT Funds realigned to Base Operating Support (BOS), SAG 011Z, to fund the Army LOGCAP bill (Air Force share).	(116,000)	

GWOT Funds realigned to Sustainment, Restoration, and Modernization (SRM), SAG 011R, to fund Facility Project (Balad)	(25,600)	
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GWOT Funds realigned to SRM, SAG 011R, to fund Facility Project (Andersen AB Guam)	(35,000)	
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GWOT DFAS Payment funds realigned to BOS, SAG 011Z.	(24,500)	
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Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Primary Combat Forces (011A)

Funds transferred to Depot Maintenance, SAG 011M, for Depot Purchased Equipment Maintenance (DPEM) requirements	(38,042)
Funds realigned to SRM, SAG 011R, to fund emergency hurricane repairs in the wake of several hurricanes in August and September	(29,282)
b) Functional Transfers	<u>0</u>
c) Technical Adjustments	<u>(151,858)</u>
Omnibus reprogramming FY 04-32 PA funds transfer to NORTHCOM in BOS, SAG 011Z.	(22,700)
Omnibus reprogramming FY 04-32 PA funds transfer to USSTRATCOM in BOS, SAG 011Z.	(3,300)
Funds realigned to BOS, SAG 011Z, to fund the additional civilian pay raise authorized in the NDAA, above the amount budgeted in the President's Budget.	(24,682)
Defense Working Capital Fund IR funds realigned to SAG 012A and 013A to fund critical Contractor Logistic Support (CLS) requirements	(23,400)
Defense Working Capital Fund IR funds realigned to SAG 013A fund critical Space Launch Range requirements	(8,000)
Supplemental funds realigned to SRM, SAG 011R, and Combat Communications, SAG 011E, to support Hurricane Isabel repairs	(69,776)

**FY 2004 Final Obligations	3,563,062
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**The final 1002 Report contains errors. DFAS has footnoted the report to reflect the systematic errors with data mapping. The numbers represented here are correct end of year (EOY) figures.

Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Primary Combat Weapons (011B)

FY 2004 Budget Request	331,972
Congressional Adjustments (Distributed)	0
None	0
Congressional Adjustments (Undistributed)	(5,677)
Operations in Southwest Asia	(5,677)
Technical Corrections Required to Comply with Congressional Intent	0
None	
Congressional Adjustments (General Provisions)	(3,499)
Section 8094 Improvements in management of Professional Support Services, Surveys	(2,029)
Section 8126 Savings from outsourcing, management efficiencies, revised economic assumptions	(1,470)
FY 2004 Consolidated Appropriations Resolution	13,904
Emergency Wartime Supplemental, 2004 (Public Law 108-106)	13,904
Transfer from the Iraq Freedom Fund (IFF) for contingencies	0
Transfer from the Counter-Drug Account	0
Transfer from the Foreign Currency Fluctuations, Defense Account	0
Other Approved Reprogrammings (Requiring 1415 Actions)	0
Fact-of-Life Adjustments	0
a) Emergent Requirements	0
b) Functional Transfers	0
c) Technical Adjustments	0
*FY 2004 Midyear Funding Level (as of March 31, 2004)	336,700

*The March 31, 2004 DD 1002 report does not accurately reflect Supplemental distribution between budget activities and will be corrected in the April DD 1002 reports. The DD 1416 is correct.

Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Primary Combat Weapons (011B)

FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		0
Figures included above in the Midyear report amount		
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)	<u>0</u>	(10,836)
Fact-of-Life Adjustments		
a) Emergent Requirements	<u>(10,836)</u>	
Funds realigned to Base Operating Support, SAG 011Z, to fund unanticipated Department of Labor mandated wage determination increases	(10,836)	
b) Functional Transfers	<u>0</u>	
c) Technical Adjustments	<u>0</u>	
**FY 2004 Final Obligations		325,864

**The final 1002 Report contains errors. DFAS has footnoted the report to reflect the systematic errors with data mapping. The numbers represented here are correct EOY figures.

Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Combat Enhancement Forces (011C)

FY 2004 Budget Request		332,062
Congressional Adjustments (Distributed)		0
None	0	
Congressional Adjustments (Undistributed)		(60)
Civilian Pay Overstatement	(60)	
Technical Corrections Required to Comply with Congressional Intent		0
Congressional Adjustments (General Provisions)		(11,219)
Section 8094 Improvements in management of Professional Support Services, Surveys	(3,484)	
Section 8029 Federally Funded R&D Center (FFRDC)-PL 108-87	(480)	
Section 8126 Savings from outsourcing, management efficiencies, revised economic assumptions	(1,670)	
Section 8101 Information Technology Reduction	(5,585)	
FY 2004 Consolidated Appropriations Resolution		73,965
Emergency Wartime Supplemental, 2004 (Public Law 108-106)	73,965	
Transfer from the OCOTF for contingencies		0
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments		0
a) Emergent Requirements	<u>0</u>	
b) Functional Transfers	<u>0</u>	
c) Technical Adjustments	<u>0</u>	
*FY 2004 Midyear Funding Level (as of March 31, 2004)		394,748

*The March 31, 2004 DD 1002 report does not accurately reflect Supplemental distribution between budget activities and will be corrected in the April DD 1002 reports. The DD 1416 is correct.

Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Combat Enhancement Forces (011C)

FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
Figures included above in the Midyear report amount	
Transfer from the Counter-Drug Account	0
Transfer from the Foreign Currency Fluctuations, Defense Account	0
Other Approved Reprogrammings (Requiring 1415 Actions)	<u>0</u> (46,437)
Fact-of-Life Adjustments	
a) Emergent Requirements	<u>(11,287)</u>
Funds realigned to Base Operations Support, SAG 011Z, to fund unanticipated Department of Labor mandated wage determination increases	(11,287)
b) Functional Transfers	<u>0</u>
c) Technical Adjustments	<u>(35,150)</u>
Supplemental funds realigned to Sustainment, Restoration, and Modernization, SAG 011R, to support Hurricane Isabel repairs	(35,150)

**FY 2004 Final Obligations	348,311
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**The final 1002 Report contains errors. DFAS has footnoted the report to reflect the systematic errors with data mapping. The numbers represented here are correct EOY figures.

Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Air Operations Training (011D)

FY 2004 Budget Request		1,243,900
Congressional Adjustments (Distributed)		(9,000)
F-16 Simulation Motion Upgrade Program	1,000	
Air Operations Training contract efficiencies	(10,000)	
Congressional Adjustments (Undistributed)		0
Technical Corrections Required to Comply with Congressional Intent		4,300
Realign F-16 Distributed Mission Training: Night Vision Goggles	4,300	
Congressional Adjustments (General Provisions)		0
FY 2004 Consolidated Appropriations Resolution		15,545
Emergency Wartime Supplemental, 2004 (Public Law 108-106)	15,545	
Transfer from the Iraq Freedom Fund (IFF) for contingencies		0
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments		10,548
a) Emergent Requirements	<u>10,548</u>	
Funds transferred to Air Operations Training (SAG 011d) to support Distributed Mission Operation (DMO) and training transformation. DMO is an AF initiative to provide a realistic synthetic training environment for pilots and weapon systems officers.		
b) Functional Transfers	<u>0</u>	
c) Technical Adjustments	<u>0</u>	
*FY 2004 Midyear Funding Level (as of March 31, 2004)		1,265,293

*The March 31, 2004 DD 1002 report does not accurately reflect Supplemental distribution between budget activities and will be corrected in the April DD 1002 reports. The DD 1416 is correct.

Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Air Operations Training (011D)

FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
Figures included above in the Midyear report amount	
Transfer from the Counter-Drug Account	0
Transfer from the Foreign Currency Fluctuations, Defense Account	0
Other Approved Reprogrammings (Requiring 1415 Actions)	<u>0</u> (89,884)
Fact-of-Life Adjustments	
a) Emergent Requirements	<u>(11,818)</u>
Funds realigned to Sustainment, Restoration, and Modernization (SRM), SAG 013R, to fund emergency hurricane repairs in the wake of several hurricanes in August and September.	(11,818)
b) Functional Transfers	<u>0</u>
c) Technical Adjustments	<u>(78,066)</u>
Funds realigned to Base Operations Support (BOS), SAG 011Z, to fund the additional civilian pay raise authorized in the NDAA, above the amount budgeted in the PB.	(13,142)
Emergency Wartime Supplemental (P.L. 108-106) funds realigned to SRM, SAG 011R, and BOS, SAG 011Z, to support Hurricane Isabel repairs.	(13,486)
Funds realigned to BOS, SAG 011Z, to cover unanticipated utilities payments.	(51,438)
**FY 2004 Final Obligations	<u>1,175,409</u>

**The final 1002 Report contains errors. DFAS has footnoted the report to reflect the systematic errors with data mapping. The numbers represented here are correct EOY figures.

Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Combat Communications (011E)

FY 2004 Budget Request		1,350,589
Congressional Adjustments (Distributed)		1,000
11th AF Server Consolidation	1,000	
Congressional Adjustments (Undistributed)		(139,649)
Threat Representation and Validation (TRV)	1,100	
Operations in Southwest Asia	(139,969)	
Civilian Pay Overstatement	(780)	
Technical Corrections Required to Comply with Congressional Intent:		4,300
11th AF Server Consolidation	(1,000)	
Management Support for AF Battle Labs	4,300	
Joint Combined Aircrew Tester	1,000	
Congressional Adjustments (General Provisions)		(11,671)
Section 8029 Federally Funded R&D Center (FFRDC)-PL 108-87	(640)	
Section 8101 Information Technology Reduction	(11,031)	
FY 2004 Consolidated Appropriations Resolution		567,369
Emergency Wartime Supplemental, 2004 (Public Law 108-106)	567,369	
Transfer from the Iraq Freedom Fund (IFF) for contingencies		0
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments		0
a) Emergent Requirements	<u>0</u>	
b) Functional Transfers	<u>0</u>	
c) Technical Adjustments	<u>0</u>	
*FY 2004 Midyear Funding Level (as of March 31, 2004)		1,771,938

*The March 31, 2004 DD 1002 report does not accurately reflect Supplemental distribution between budget activities and will be corrected in the April DD 1002 reports. The DD 1416 is correct.

Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Combat Communications (011E)

FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0
Figures included above in the Midyear report amount	
Transfer from the Counter-Drug Account	0
Transfer from the Foreign Currency Fluctuations, Defense Account	0
Other Approved Reprogrammings (Requiring 1415 Actions)	<u>0</u> (55,791)
Fact-of-Life Adjustments	
a) Emergent Requirements	<u>0</u>
b) Functional Transfers	<u>0</u>
c) Technical Adjustments	<u>(55,791)</u>
Emergency Wartime Supplemental (P.L. 108-106) funds realigned to Sustainment, Restoration, and Modernization, SAG 011R, and Base Operations Support (BOS), SAG 011Z, to support Hurricane Isabel repairs	(26,129)
Funds realigned to BOS, SAG 011Z, to cover unanticipated utilities payments.	(29,662)
**FY 2004 Final Obligations	1,716,147

**The final 1002 Report contains errors. DFAS has footnoted the report to reflect the systematic errors with data mapping. The numbers represented here are correct EOY figures.

Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Depot Maintenance (011M)

FY 2004 Budget Request		1,817,063
Congressional Adjustments (Distributed)		0
Congressional Adjustments (Undistributed)		0
Technical Corrections Required to Comply with Congressional Intent		0
Congressional Adjustments (General Provisions)		0
None	0	
FY 2004 Consolidated Appropriations Resolution		60,245
Emergency Wartime Supplemental, 2004 (Public Law 108-106)	60,245	
Transfer from the Iraq Freedom Fund (IFF) for contingencies		0
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments		3,238
a) Emergent Requirements	<u>3,238</u>	
Funds transferred for F-15E engine repairs.		
b) Functional Transfers	<u>0</u>	
c) Technical Adjustments	<u>0</u>	
*FY 2004 Midyear Funding Level (as of March 31, 2004)		1,880,546

*The March 31, 2004 DD 1002 report does not accurately reflect Supplemental distribution between budget activities and will be corrected in the April DD 1002 reports. The DD 1416 is correct.

Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Depot Maintenance (011M)

FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)		0
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)		0
Figures included above in the Midyear report amount		
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)	<u>0</u>	38,042
Fact-of-Life Adjustments		
a) Emergent Requirements	<u>38,042</u>	
Funds transferred from Primary Combat Forces, SAG 011A, for Depot Purchased Equipment Maintenance (DPEM) requirements.	38,042	
b) Functional Transfers	<u>0</u>	
c) Technical Adjustments	<u>0</u>	
**FY 2004 Final Obligations		1,918,588

**The final 1002 Report contains errors. DFAS has footnoted the report to reflect the systematic errors with data mapping. The numbers represented here are correct EOY figures.

Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Facilities Sustainment, Restoration, and Modernization (SRM) (previously known as Real Property Maintenance (RPM)) (011R)

FY 2004 Budget Request		936,519
Congressional Adjustments (Distributed)		2,250
Aircraft Defect Detection and Performance Management Application	250	
Super Typhoon Pongsona Recovery	2,000	
Congressional Adjustments (Undistributed)		(34,044)
Operations in Southwest Asia	(33,714)	
Civilian Pay Overstatement	(330)	
Technical Corrections Required to Comply with Congressional Intent		8,750
Realign Aircraft Defect Detection & Performance Management	(250)	
Realign Eielson AFB Utilidors	9,000	
Congressional Adjustments (General Provisions)		(15,538)
Section 8094 Improvements in management of Professional Support Services, Surveys	(8,458)	
Section 8126 Savings from outsourcing, management efficiencies, revised economic assumptions	(7,080)	
FY 2004 Consolidated Appropriations Resolution		135,067
Emergency Wartime Supplemental, 2004 (Public Law 108-106)	135,067	
Transfer from the Iraq Freedom Fund (IFF) for contingencies		0
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments		0
a) Emergent Requirements	0	
b) Functional Transfers	0	
c) Technical Adjustments	0	
*FY 2004 Midyear Funding Level (as of March 31, 2004)		1,033,004

*The March 31, 2004 DD 1002 report does not accurately reflect Supplemental distribution between budget activities and will be corrected in the April DD 1002 reports. The DD 1416 is correct.

Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Facilities Sustainment, Restoration, and Modernization (SRM) (previously known as Real Property Maintenance (RPM)) (011R)

FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0	
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0	
Figures included above in the Mid-Year report amount		
Transfer from the Counter-Drug Account	0	
Transfer from the Foreign Currency Fluctuations, Defense Account	0	
Other Approved Reprogrammings (Requiring 1415 Actions)	<u>0</u>	260,774

Fact-of-Life Adjustments

a) Emergent Requirements	<u>101,700</u>	
GWOT Facility Project (Balad) -- Funds realigned from Primary Combat Forces, SAG 011A.	25,600	

GWOT Facility Project (Andersen AB Guam) -- Funds realigned from Primary Combat Forces, SAG 011A.	35,000	
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Funds realigned from Primary Combat Forces, SAG 011A, and Air Operations Training, SAG 011D, to fund emergency hurricane repairs in the wake of several hurricanes in August and September.	41,100	
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b) Functional Transfers	<u>0</u>	
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c) Technical Adjustments	<u>159,074</u>	
GWOT required additional funds be realigned from non-readiness SAGs in this budget activity (SAG 012E Management/Operational Headquarters; SAG 013B Launch Vehicles; SAG 013R Sustainment, Restoration, and Modernization) to support critical facility projects, force protection infrastructure, and gate enhancements across the Air Force.	41,374	

Hurricane Isabel repairs funded in FY04 Supplemental; funds realigned from Primary Combat Forces, SAGs 011A, Combat Enhancement Forces, SAG 011C, Air Operations Training, SAG 011D, and Combat Communications, SAG 011E.	117,700	
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**FY 2004 Final Obligations		1,293,778
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Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Base Support (011Z)

FY 2004 Budget Request		2,260,913
Congressional Adjustments (Distributed)		1,400
Langley AFB Visitor Center	1,400	
Congressional Adjustments (Undistributed)		(320,557)
Operations in Southwest Asia	(259,900)	
Base Support	(48,858)	
Civilian Pay Overstatement	(11,799)	
Technical Corrections Required to Comply with Congressional Intent		2,900
11th AF Server Consolidation	1,000	
Langley AFB Visitor Center	1,400	
Elmendorf AFB Community Center Enhancements	500	
Congressional Adjustments (General Provisions)		(66,665)
Section 8094 Improvements in management of Professional Support Services, Surveys	(41,680)	
Section 8126 Savings from outsourcing, management efficiencies, revised economic assumptions	(21,692)	
Section 8101 Information Technology Reduction	(3,293)	
FY 2004 Consolidated Appropriations Resolution		1,376,808
Emergency Wartime Supplemental, 2004 (Public Law 108-106)	1,376,808	
Transfer from the Iraq Freedom Fund (IFF) for contingencies		0
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		0
Fact-of-Life Adjustments		3,982
a) Emergent Requirements	0	
b) Functional Transfers:	3,982	
Funds transferred to support the Center for Systems Engineering.	(3,578)	
Funds transferred for development of Automated Civil Engineering System Environmental Module Sustainment.	(1,640)	
Funds transferred from Airlift Operations, SAG 021A, to support Keflavik Transfer.	9,200	

Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Base Support (011Z)

c) Technical Adjustments 0

*FY 2004 Midyear Funding Level (as of March 31, 2004)	3,258,781
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*The March 31, 2004 DD 1002 report does not accurately reflect Supplemental distribution between budget activities and will be corrected in the April DD 1002 reports. The DD 1416 is correct.

FY 2004 Consolidated Appropriations Resolution (P.L. 108-199) 0

FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106) 0
Figures included above in the Midyear report amount

Transfer from the Counter-Drug Account 0

Transfer from the Foreign Currency Fluctuations, Defense Account 0

Other Approved Reprogrammings (Requiring 1415 Actions)	<u>(27,410)</u>	331,737
Mid-Range Financial Improvements Plan, FY 04-13 PA	(2,400)	
Defense Health Program - Tricare for Reservists, FY 04-21 PA	(26,200)	

Various AF Programs - FY 04-64 IR. Transfers funds from the Joint Combined Aircrew Tester and ACES II Ejection Seat to Air Force RDT&E	(2,000)	
Air Force Storm Damage, FY 04-37 PA	3,190	

Fact-of-Life Adjustments

a) Emergent Requirements	<u>162,623</u>	
GWOT Army LOGCAP bill (Air Force share) -- Funds transferred from Primary Combat Forces, SAG 011A.		116,000

Funds realigned from Primary Combat Weapons, SAG 011B, and Combat Enhancement Forces, SAG 011C, to fund unanticipated Department of Labor mandated wage determination increases		22,123
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GWOT DFAS Payment funds realigned from Primary Combat Forces, SAG 011A.		24,500
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b) Functional Transfers 0

Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Operating Forces

Subactivity Group (SAG): Base Support (011Z)

c) Technical Adjustments	<u>196,524</u>
Funds realigned from Air Operations Training, SAG 011D, and Combat Communications, SAG 011E, to cover unanticipated utilities payments	81,100
 Hurricane Isabel repairs funded in FY04 Emergency Wartime Supplemental; funds realigned from Primary Combat Forces, SAG 011A, Air Operations Training, SAG 011D, and Combat Communications, SAG 011E.	 51,600
 Funds realigned from Primary Combat Forces, SAG 011A, and Air Operations Training, SAG 011D, to fund the additional civilian pay raise authorized in the NDAA, above the amount budgeted in the President's Budget.	 37,824
 Omnibus funds transferred to NORTHCOM -- funds realigned from Primary Combat Forces, SAG 011A.	 22,700
 Omnibus funds transferred to USSTRATCOM -- funds realigned from Primary Combat Forces, SAG 011A.	 3,300

**FY 2004 Final Obligations	3,590,518
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Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Mobilization

Subactivity Group (SAG): Airlift Operations (021A)

FY 2004 Budget Request		2,167,958
Congressional Adjustments (Distributed)		0
None	0	
Congressional Adjustments (Undistributed)		(158,752)
Operations in Southwest Asia	(156,077)	
Unobligated Balance	(2,675)	
Technical Corrections Required to Comply with Congressional Intent		0
Congressional Adjustments (General Provisions)		(447,943)
Section 8127 Transportation Working Capital Fund	(447,943)	
FY 2004 Consolidated Appropriations Resolution		1,018,542
Emergency Wartime Supplemental, 2004 (Public Law 108-106)	1,018,542	
Transfer from the Iraq Freedom Fund (IFF) for contingencies		0
Transfer from the Counter-Drug Account		0
Transfer from the Foreign Currency Fluctuations, Defense Account		0
Other Approved Reprogrammings (Requiring 1415 Actions)		451,000
Transportation Working Capital Fund FY04-13 IR	451,000	
Fact-of-Life Adjustments		(12,341)
a) Emergent Requirements	<u>13,659</u>	
Funds transferred from Primary Combat Forces (SAG 011A) for increased tanker operations due to Operations Enduring Freedom and Iraqi Freedom.	13,659	
b) Functional Transfers	<u>(26,000)</u>	
Funds transferred to support Keflavik Air Base Transfer.	(26,000)	
c) Technical Adjustments	<u>0</u>	
*FY 2004 Midyear Funding Level (as of March 31, 2004)		3,018,464

*The March 31, 2004 DD 1002 report does not accurately reflect Supplemental distribution between budget activities and will be corrected in the April DD 1002 reports. The DD 1416 is correct.

Operation and Maintenance, Air Force
(Dollars in Thousands)

Budget Activity: Mobilization

Subactivity Group (SAG): Airlift Operations (021A)

FY 2004 Consolidated Appropriations Resolution (P.L. 108-199)	0	
FY 2004 Emergency Supplemental Appropriations Act (P.L. 108-106)	0	
Figures included above in the Midyear report amount		
Transfer from the Counter-Drug Account	0	
Transfer from the Foreign Currency Fluctuations, Defense Account	0	
Other Approved Reprogrammings (Requiring 1415 Actions)	<u>62,343</u>	21,847
FY 2004 OMNIBUS Reprogramming, FY 04-32 PA	72,743	
Aeromedical Evacuation, FY 04-79 IR	(10,400)	
 Fact-of-Life Adjustments		
a) Emergent Requirements	<u>0</u>	
b) Functional Transfers	<u>0</u>	
c) Technical Adjustments	<u>(40,496)</u>	
Emergency Wartime Supplemental funds realigned to Sustainment, Restoration, and Modernization, SAG 021R, and Base Operations Support, SAG 021Z, to support Hurricane Isabel repairs	(40,496)	

**FY 2004 Final Obligations	3,040,311
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